



**TRUST
MUTUAL
FUND**

CLEAR • CREDIBLE • CONSISTENT



TRUST MUTUAL FUND ANNUAL REPORT (2020-2021)

- **CLEAR**
- **CREDIBLE**
- **CONSISTENT**



CORPORATE INFORMATION

MUTUAL FUND TRUST MUTUAL FUND Regd Off: 801, Naman Centre, BKC, Bandra (E), Mumbai - 400 051	SPONSOR OF TRUST MUTUAL FUND TRUST INVESTMENT ADVISORS PRIVATE LIMITED Regd Off: 109 & 110, 1st Floor, , Balarama Premises Co-op Society, Vilg Parikhari, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051 CIN : U67190MH2006PTC162464
TRUSTEE TO TRUST MUTUAL FUND TRUST AMC TRUSTEE PRIVATE LIMITED Regd Off: 802, 8th floor, G Block, Naman Center, BKC, Bandra (E), Mumbai – 400051 CIN : U65929MH2017PTC302821	BOARD OF DIRECTORS – TRUST AMC TRUSTEE PRIVATE LIMITED Mr. Ameet Hariani – Independent Director Mr. Ragunathan Kannan – Independent Director Mr. Sanjeev Maheshwari – Independent Director Mr. Abhishek Kedia – Associate Director
ASSET MANAGEMENT COMPANY (Investment Manager to TRUST Mutual Fund) TRUST ASSET MANAGEMENT PRIVATE LIMITED Regd Off: 801, 8th floor, G Block, Naman Center, BKC, Bandra (E), Mumbai – 400051 CIN : U65929MH2017PTC302677	BOARD OF DIRECTORS – TRUST ASSET MANAGEMENT PRIVATE LIMITED Mr. Rajeev Agarwal – Independent Director Mr. Hemant Nerurkar – Independent Director Ms. Nipa Sheth – Associate Director Mr. Utpal Sheth – Associate Director
REGISTRAR & TRANSFER AGENT KFIN TECHNOLOGIES PRIVATE LIMITED Regd Off: Karvy Selenium Tower B, Plot No 31 & 32 Gachibowli Financial District, Nanakramguda, Serilingampally, Hyderabad – 500032	FUND ACCOUNTANT & CUSTODIAN HDFC BANK LIMITED Regd Off: HDFC Bank House, Senapati Bapat Marg, Lower Parel, Mumbai 400 013
STATUTORY AUDITORS TO THE FUND M/s Haribhakti & Co. LLP Chartered Accountants Regd Off: 705, Leela Business Park, Andheri Kurla Road, Andheri (E), Mumbai – 400 059	INTERNAL AUDITORS TO THE FUND M/s M.P. Chitale & Co. Chartered Accountants Regd Off: 1/11, Prabhadevi Ind. Estate, 1st Flr, Opp. Siddhivinayak Temple, Veer Savarkar Marg, Prabhadevi, Mumbai – 400 025

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TRUSTEE REPORT

REPORT FROM TRUST AMC TRUSTEE PRIVATE LIMITED TO THE UNIT HOLDERS OF THE SCHEMES OF TRUST MUTUAL FUND

Dear Unitholder,

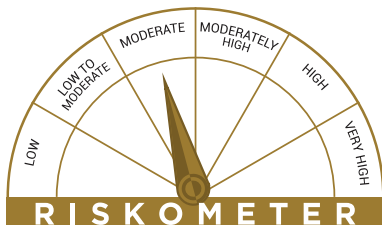
The Board of Directors of TRUST AMC Trustee Private Limited has great pleasure in presenting the First Annual Report and the Audited Accounts of the Schemes of TRUST Mutual Fund for the Financial Year ended March 31, 2021.

1. SCHEME LAUNCH, PERFORMANCE, OPERATIONS & FUTURE OUTLOOK

A. Scheme Launch, Performance & Operations

We are pleased to inform you that the AMC launched its maiden scheme, under challenging external circumstances, and commenced the scheme operations from January 15, 2021. The AMC has been able to attract investors with its differentiated and structured investment approach. We are approaching potential investors directly and engaging with distributors in order to reach out a larger set of clients. As of 31st March 2021, the AMC had presence across 5 locations and about 260 empanelled distributors.

TRUST Mutual Fund's maiden scheme, TRUSTMF Banking & PSU Debt Fund is an open ended debt predominantly investing in debt instruments of Banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds. The Scheme was launched in January 2021 and the allotment was made on February 01, 2021. The scheme focuses on investment in top rated quality portfolio with high liquidity, it follows a unique and structured investment approach and has adopted a LimitedACTIV® methodology with the help of CRISIL, the strategic knowledge partner. CRISIL has been engaged for construction and periodic rebalancing of model portfolio and universe, back testing & ongoing investment process validation.

Name of the Scheme	TRUSTMF Banking & PSU Debt Fund (An open ended debt scheme predominantly investing in debt instruments of Banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds)
Investment Objective	To generate reasonable returns by primarily investing in debt and money market securities that are issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds. However, there can be no assurance that the investment objective of the scheme will be realized.
Risk-o-meter	 <p>Investors understand that their principal will be at Moderate Risk</p>
This product is suitable for investors who are seeking*	<ul style="list-style-type: none"> Regular income over short to medium term Investment primarily in debt and money market securities issued by Banks, PSU and PFI and municipal bonds <p>*Investors should consult their financial advisers if in doubt about whether the product is suitable for them.</p>
Benchmark	CRISIL BANKING & PSU DEBT INDEX
AUM (as on 31st March, 2021)	613.12 crores
Folios (as on 31st March, 2021)	524

Brief comments on scheme performance by Trustees:

The Trustee Board meets once every 2 months, and receives various compliance and other reports from the AMC, and reviews the same. It also receives on a periodical basis the investment portfolios and the scheme performance. This information is reviewed by the Trustees. TRUSTMF Banking & PSU Debt Fund was launched in the month of January 2021, with allotment being made on February 01, 2021. As of 31st March, 2021, the scheme has completed only 2 months of operations and we believe that it is a very short period to be making any definitive comments on the scheme performance, as the portfolio was still under construction during the period of review. It is pertinent to note that the pandemic induced lockdown measures created dislocations in the economy and thereby impacted the markets – both the equity segment and the fixed income segment. Also, during the post budget period – i.e. February to March 2021, the markets were highly volatile. The scheme investments are driven by a unique and structured investment approach and we believe that the scheme is well positioned to capture the returns of the underlying asset class in the coming years.

B. RISK-O-METER

Further, in terms of SEBI circular no. SEBI/HO/IMD/DF3/CIR/P/2020/197 dated October 05, 2020, there is no change in Risk-o-meter of the schemes of TRUST Mutual Fund since inception. (i.e. since February 01, 2021).

C. FUTURE OUTLOOK

FY 2020-21 was a challenging, disruptive and unpredictable period for financial markets. Covid 19 related uncertainty weighed heavily in the initial part of the year, when equities fell sharply and Central Banks rushed to infuse liquidity and cut policy rates in order to support the sudden fall in economic activity due to widespread lockdown. Equity markets revived once markets realised that demand recovered smartly in some sectors and large corporates worked fairly efficiently from remote and were able to gain market share as well. The surge in liquidity helped global market sentiment and the equity indices soon reached the pre pandemic levels. Bonds rallied on abundant liquidity as well, but were unsettled by the rising inflation largely on back of supply side disruptions. Fixed income markets are at crossroads today as inflation is rising globally and most market participants believe the rise as transitory in nature. Yields have risen from the lows but still remain lower than the pre pandemic levels. RBI is likely to keep rates low and liquidity easy in the near future but it is not clear which way rates will be headed on back of high government borrowings and hardening inflationary expectations. We will be launching fixed income funds wherein the interest rate risk is relatively low in the near future.

As of March 2021, the total assets managed by the Mutual Fund industry stood at an impressive Rs. 32.17 trillion. Detailing on the Investor type composition, Individual investors held 53.7% share of industry assets and Institutional investors held 46.3% share of industry assets.

2. BRIEF BACKGROUND OF SPONSORS, FUND, THE TRUSTEE COMPANY AND THE AMC**a. SPONSOR**

TRUST Mutual Fund is sponsored by Trust Investment Advisors Private Limited (TIAPL). The Sponsor is the settlor of the Mutual Fund. The Sponsor has entrusted a sum of Rs. 1,00,000/- (Rs. One Lakh only) as the initial contribution towards the corpus of the Mutual Fund. Established in 2006, TIAPL is a part of TRUST Group, one of India's leading full-service financial house. With nearly two decades of experience and leaders in the debt capital markets and asset management, TRUST provides solutions and services across multiple asset classes. TIAPL is a Category 1 Merchant Banking License holder issued by SEBI and Registered as a Portfolio Manager with SEBI. TIAPL has a sustained leadership in origination and distribution of debt securities and is consistently ranked amongst the top non-bank arrangers in the country for the past 10 years. TIAPL is also active in providing advisory and portfolio management services in debt and equity and distribution in Real Estate related products.

b. TRUST Mutual Fund

TRUST Mutual Fund (the "Mutual Fund") has been constituted as a Trust on May 23, 2018, in accordance with the provisions of the Indian Trusts Act, 1882 (2 of 1882) with Trust Investment Advisors Private Limited as the Sponsor and TRUST AMC Trustee Private Limited appointed to act as Trustee to the Mutual Fund. The Trust Deed has been registered under the Indian Registration Act, 1908. The Mutual Fund was registered with SEBI on October 7, 2019 and the Registration Number is MF/075/19/01.

c. TRUSTEE COMPANY (including Liabilities and responsibilities)

TRUST AMC Trustee Private Limited (the "Trustee"), through its Board of Directors, shall discharge its obligations as Trustee of the TRUST Mutual Fund. The Trustee ensures that the transactions entered into by the AMC are in accordance with the SEBI (Mutual Funds) Regulations, 1996 ("SEBI (MF) Regulations") and will also review the activities carried on by the AMC.

The Trustee is the exclusive owner of the Fund and holds the same in trust for the benefit of the unitholders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Deed of Trust. The Trustee seeks to ensure that the Fund and the schemes floated thereunder are managed by the AMC in accordance with the Deed of Trust, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies. The main responsibility of the Trustee is to safeguard the interest of the Unit holders.

d. ASSET MANAGEMENT COMPANY

TRUST Asset Management Private Limited ("the AMC") is a company incorporated under the Companies Act, 2013, on December 12, 2017, having its registered office at 801 Naman Center, 8th Floor, Naman Center, Bandra Kurla Complex, Bandra (East). The AMC has been appointed as the Asset Management Company of TRUST Mutual Fund by the Trustee vide Investment Management Agreement (IMA) dated June 2, 2018 and executed between the Trustee and the AMC.

3. SIGNIFICANT ACCOUNTING POLICIES

The Significant Accounting Policies form part of the Notes to the Accounts annexed to the Balance Sheet of the Scheme in the Annual Report. The Accounting Policies are in accordance with Securities Exchange Board of India (Mutual Funds) Regulations, 1996.

4. UNCLAIMED DIVIDENDS AND REDEMPTIONS

There are Nil unclaimed dividends and redemptions as at March 31, 2021.

5. REDRESSAL OF COMPLAINTS RECEIVED AGAINST TRUST MUTUAL FUNDS DURING 2020-21

The Statement on Status of Redressal of Complaints received against TRUST Mutual Fund during the financial year 2020-21 is enclosed as Annexure I and forms part of the Trustee Report.

6. GENERAL POLICIES & PROCEDURES FOR EXERCISING THE VOTING RIGHTS & EXERCISE OF PROXY VOTES

As per the requirements of SEBI Circular No. SEBI/IMD/CIR No. 18/198647/2010 dated March 15, 2010 and subsequent circular(s) thereto with regard to 'Role of Mutual Funds in Corporate Governance of Public Listed Companies', TRUST Asset Management Private Limited has formulated a 'Voting Policy' laying down the general policies and procedures for exercising voting rights in respect of shares held by the Schemes of TRUST Mutual Fund. However, since there were no equity investments during the Financial Year 2020-21, no further disclosures are made in this regard.

For complete details of the Voting Policy, unit holders can log on to the website of the Fund www.trustmf.com. URL : <https://www.trustmf.com/StatutoryDisclosure>

7. SEGREGATED PORTFOLIO

In order to ensure fair treatment to all investors in case of a credit event and to deal with liquidity risk, SEBI vide its Circular dated December 28, 2018 had permitted Asset Management Companies to create segregated portfolio of debt and money market instruments by mutual funds schemes. Further, SEBI has also provided the procedure for creation of segregated portfolio and the disclosure requirements as well. Accordingly, the provisions pertaining to creation of Segregated Portfolio have been included in the Scheme related Documents of the Schemes of TRUST Mutual Fund. During the FY 2020-21, there has been no event that triggered the creation of segregated portfolio for the schemes of TRUST Mutual Fund.

8. IT RELATED AUDITS

In terms of SEBI circular ref. no. SEBI/HO/IMD/DF2/CIR/P/2019/12 dated January 10, 2019 on 'Cyber Security & Cyber Resilience Framework', Mutual Funds are required to have their systems audited on an annual basis by an independent CISA / CISM qualified or CERT-IN empanelled auditor to maintain robust cyber security and to have cyber resilience framework to protect integrity of data and guard against breaches. Accordingly, an audit was conducted by M/s M.P. Chitale for the period April 2020 to March 2021 and an audit report on 'Cyber Security & Cyber Resilience Framework' (Cyber Security Audit Report/CSAR) was presented to the Board of Trustees at their meeting held on June 28, 2021 and also filed with SEBI.

A similar Cyber Security Audit was undertaken by TRUST Mutual Fund's outsourcing partners i.e. R&T agent (i.e. KFin Technologies Private Limited), Fund Accountant and Custodian (HDFC Bank Ltd).

Further, in terms of SEBI circular ref. no. SEBI/HO/IMD/DF2/CIR/P/2019/57 dated April 11, 2019 on 'System Audit Framework', Mutual Funds are required to conduct systems audit on an annual basis by an independent CISA / CISM qualified or equivalent auditor to check compliance of the provisions of this circular. Accordingly, a systems audit will be undertaken and provisions of the circular will be complied within the regulatory timelines (i.e. by September 30, 2021).

9. STATUTORY INFORMATION

The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond the initial contribution (to the extent contributed) of Rs. 1,00,000 made for setting up the Fund, and such other accretions / additions to the same. The price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments in securities.

Full Annual Report shall be disclosed on the website (www.trustmf.com) and shall be available for inspection at the Head Office of the Mutual Fund. On written request, present and prospective unitholder/investors can obtain copy of the trust deed, the annual report at a price and the text of the relevant scheme.

10. ACKNOWLEDGEMENTS

The Trustees wish to thank the unit holders of the schemes for their faith in TRUST Mutual Fund and also thank the Government of India, the Securities and Exchange Board of India (SEBI), the Reserve Bank of India (RBI) and the Association of Mutual Funds in India (AMFI) for the guidance and support.

The Trustees also thank the Sponsor (Trust Investment Advisors Private Limited), the Asset Management Company (Trust Asset Management Private Limited), the Registrar and Transfer Agent, Fund Accountant, Custodian, Bankers, Distributors and Brokers for their unstinted support. The guidance and services provided by the Auditors, sincerity and dedication of the employees of TRUST Asset Management Private Limited is also appreciated.

**For and on behalf of the Board of Directors of
TRUST AMC Trustee Private Limited**

Sd/-

Abhishek Kedia
Director
DIN: 07136324

Sd/-

Ragunathan Kannan
Director
DIN: 00523576

Place: Mumbai
Date: 26 July 2021

Annexure I

Redressal of Investor Complaints received by TRUST Mutual Fund during the Financial Year 2020 - 21												
Total Number of Folios as on 31st March, 2021 : 524												
Complaint code	Type of Complaint#	(a) No. of complaints pending at the beginning of the year	(b) No. of complaints received during the year	Action on (a) and (b)								
				Resolved				Non Actionable*	Pending			
				Within 30 days	30-60 days	60-180 days	Beyond 180 days		0-3 months	3-6 months	6-9 months	9-12 months
I A	Non receipt of Dividend on Units	-	-	-	-	-	-	-	-	-	-	-
I B	Interest on Delayed payment of Dividend	-	-	-	-	-	-	-	-	-	-	-
I C	Non receipt of Redemption Proceeds	-	-	-	-	-	-	-	-	-	-	-
I D	Interest on delayed payment of Redemption	-	-	-	-	-	-	-	-	-	-	-
II A	Non receipt of Statement of Account/Unit Certificate	-	-	-	-	-	-	-	-	-	-	-
II B	Discrepancy in Statement of Account	-	1	1	-	-	-	-	-	-	-	-
II C	Data corrections in Investor details	-	-	-	-	-	-	-	-	-	-	-
II D	Non receipt of Annual Report/Abridged Summary	-	-	-	-	-	-	-	-	-	-	-
III A	Wrong switch between Schemes	-	-	-	-	-	-	-	-	-	-	-
III B	Unauthorized switch between Schemes	-	-	-	-	-	-	-	-	-	-	-
III C	Deviation from Scheme attributes	-	-	-	-	-	-	-	-	-	-	-
III D	Wrong or excess charges/load	-	-	-	-	-	-	-	-	-	-	-
III E	Non updation of changes viz. address, PAN, bank details, nomination, etc	-	-	-	-	-	-	-	-	-	-	-
IV	Others	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	1	1	-	-	-	-	-	-	-	-

Note: # including against its authorized persons/ distributors/ employees. etc.

*Non actionable means the complaint that are incomplete / outside the scope of the mutual fund.

This statement is reviewed and approved by the Board of Directors of TRUST AMC Trustee Private Limited at their meeting held on April 26, 2021.

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of TRUST Mutual Fund

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of TRUSTMF Banking and PSU Debt Fund ("the Scheme"), which comprise the Balance Sheet as at March 31, 2021, the Revenue Account from February 1, 2021 to March 31, 2021 and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto ("the SEBI Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Scheme as at March 31, 2021, its surplus and its cash flows for the period ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. In conducting our audit, we have taken into account the provisions of the SEBI Regulations, the accounting standards issued by the ICAI, as applicable, accounting principles generally accepted in India and matters which are required to be included in the audit report under the provisions of the SEBI Regulations. We are independent of the Scheme in accordance with the Code of Ethics issued by ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the SEBI Regulations and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Other Information

The Management of Trust AMC Trustee Private Limited and Trust Asset Management Private Limited (the "Investment Manager") are responsible for the other information. The other information comprises the information included in the Trustees' Report including Annexure to the Trustees' Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Investment Manager is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Scheme in accordance with the accounting principles generally accepted in India, including the accounting policies and standards as specified in the Ninth Schedule of the SEBI Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the SEBI Regulations for safeguarding of the assets of the Scheme and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Investment Manager is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Investment Manager either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

Investment Manager is also responsible for overseeing the Scheme's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Investment Manager.
- Conclude on the appropriateness of Investment Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by Regulation 55 and clause 5 of the Eleventh Schedule to the SEBI Regulations, we report that:

1. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
2. The Balance Sheet, Revenue Account and Cash Flow Statement dealt with by this Report are in agreement with the books of account of the Scheme;

3. In our opinion, the Balance Sheet, Revenue Account and Cash Flow Statement dealt with by this report have been prepared in accordance with the accounting policies and standards as specified in the Ninth Schedule of the SEBI Regulations.
4. The methods used to value non-traded securities, as determined by Trust Asset Management Private Limited and as approved by the Trustee of TRUST Mutual Fund are in good faith and in accordance with the guidelines for valuation of securities for mutual funds as mentioned in the Eighth Schedule of the Regulations issued by the Securities and Exchange Board of India, and are fair and reasonable.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048

Sd/-

Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 21034828AAAAFB4150

Mumbai: 26 July 2021

TRUSTMF BANKING & PSU DEBT FUND
BALANCE SHEET AS AT MARCH 31, 2021

(Amount in Rs. Thousands)

	Schedule	Amount
SOURCES OF FUNDS		
Unit capital	2(b) & 3	6,120,968
Reserves and surplus	2(b) & 4	10,419
Current liabilities	5	102,264
		6,233,651
APPLICATION OF FUNDS		
Investments	2(c), 6 & 12	5,846,948
Deposits	7	-
Other current assets	8	386,703
		6,233,651

The accompanying schedules are an integral part of this balance sheet.
As per our report of even date.

For Haribhakti & Co LLP
Chartered Accountants
ICAI Firm Registration No.
103523W / W100048

Sd/-

Sumant Sakhardande
Partner
Membership No.: 034828

For and on behalf of
TRUST AMC Trustee
Private Limited

Sd/-

Abhishek Kedia
Director
DIN 07136324

For and on behalf of
TRUST Asset Management
Private Limited

Sd/-

Utpal Sheth
Director
DIN: 00081012

Sd/-

Rajeev Agarwal
Director
DIN: 07984221

Sd/-

Ragunathan Kannan
Director
DIN: 00523576

Sd/-

Sandeep Bagla
Chief Executive Officer

Sd/-

Anand Nevatia
Fund Manager

Place: Mumbai
Date: 26 July, 2021

TRUSTMF BANKING & PSU DEBT FUND
REVENUE ACCOUNT FROM FEBRUARY 1, 2021 TO MARCH 31, 2021

	(Amount in Rs. Thousands)	
	Schedule	Amount
INCOME AND GAINS		
Interest	2(d) & 9	68,252
Profit on sale / redemption of investments (including F&O), net	2(d)	-
Profit on inter-scheme transfer / sale of investments, net		-
Net change in marked to market value of investments (Figures in bracket represents Depreciation)	2(c) & 6(ii)	(52,885)
Total		15,367
EXPENSES AND LOSSES		
Change in provision for net unrealised loss in value of investments	2(c) & 6(ii)	-
Loss on sale / redemption of investments (including F&O), net	2(d)	704
Loss on inter-scheme transfer / sale of investments, net	2(d)	-
Management Fees	10	217
GST on Management Fees	10	38
Trusteeship Fees	10	238
Custodian Service Charges		434
Registrar Service Charges		239
Commission to Distributors		379
Audit fee		555
Investor education expenses		202
Other operating Expenses		319
Total		3,325
Surplus / (Deficit) for the year		12,042
Transferred (to) / from unrealised appreciation reserve	2(c) & 6(ii)	-
Equalisation (debit) / credit	2(g)	(1,622)
Dividend Distribution		-
Dividend Distribution Tax		-
Surplus / (Deficit) for the year transferred to the retained surplus	4	10,420

The accompanying schedules are an integral part of this balance sheet.
As per our report of even date.

For Haribhakti & Co LLP
Chartered Accountants
ICAI Firm Registration No.
103523W / W100048

Sd/-

Sumant Sakhardande
Partner
Membership No.: 034828

Place: Mumbai
Date: 26 July, 2021

For and on behalf of
TRUST AMC Trustee
Private Limited

Sd/-

Abhishek Kedia
Director
DIN 07136324

Sd/-

Ragunathan Kannan
Director
DIN: 00523576

For and on behalf of
TRUST Asset Management
Private Limited

Sd/-

Utpal Sheth
Director
DIN: 00081012

Sd/-

Sandeep Bagla
Chief Executive Officer

Sd/-

Rajeev Agarwal
Director
DIN: 07984221

Sd/-

Anand Nevatia
Fund Manager

TRUSTMF BANKING & PSU DEBT FUND
CASH FLOW STATEMENT FOR THE PERIOD ENDED MARCH 31, 2021

		(Amount in Rs. Thousands)	
	Schedule	Amount	
A. Cashflow from Operating Activity			
Net Surplus for the year			12,042
Adjustments for:-			
(Increase) / decrease in investments at cost			(5,799,247)
(Increase) / decrease in other current assets			(171,842)
Increase / (decrease) in current liabilities			1,677
(Increase) / decrease in Fixed Deposits			-
Net change in marked to market value of investments			52,885
Net cash generated from operating activities	(A)		(5,904,485)
B. Cashflow from Financing Activities			
Increase / (decrease) in unit capital			6,120,968
Increase / (decrease) in unit premium reserve			(1,623)
Adjustments for:-			
Units pending allotment			1
Increase / (decrease) in sundry creditors for units redeemed by investors			-
(Increase) / decrease in subscription receivable for units issued to investors			-
Dividend distribution (including dividend distribution tax)			-
Net cash used in financing activities	(B)		6,119,346
Net increase/ (decrease) in cash and cash equivalents	(A+B)		214,861
Cash and Cash Equivalents as at the beginning of the year			-
Cash and Cash Equivalents as at the close of the year			214,861
Cash and Cash Equivalents include the following :			March 31, 2021
Balances with Scheduled Banks in current account (net off overdrawn balance)			14,946
Collateralised lending			199,915
Total			214,861

As per our report of even date.

For Haribhakti & Co LLP
Chartered Accountants
ICAI Firm Registration No.
103523W / W100048

Sd/-

Sumant Sakhardande
 Partner
 Membership No.: 034828

For and on behalf of
TRUST AMC Trustee
Private Limited

Sd/-

Abhishek Kedia
 Director
 DIN 07136324

Sd/-

Ragunathan Kannan
 Director
 DIN: 00523576

For and on behalf of
TRUST Asset Management
Private Limited

Sd/-

Utpal Sheth
 Director
 DIN: 00081012

Sd/-

Sandeep Bagla
 Chief Executive Officer

Sd/-

Rajeev Agarwal
 Director
 DIN: 07984221

Sd/-

Anand Nevatia
 Fund Manager

Place: Mumbai
 Date: 26 July, 2021

TRUSTMF BANKING & PSU DEBT FUND
SCHEDULES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

1. BACKGROUND

Trust Investment Advisors Private Limited is the sponsor of TRUST Mutual Fund ('The Fund').

In accordance with the Securities and Exchange Board of India ('SEBI') (Mutual Funds) Regulations, 1996 ('the SEBI Regulations'), the Board of Directors of TRUST AMC Trustee Private Limited ('the Trustee') has appointed TRUST Asset Management Private Limited ('the AMC') to manage the Fund's affairs and operate its Scheme.

The key features of the following scheme of TRUST Mutual Fund are as below:

Scheme Name	Type of Scheme	Investment objective of the scheme	NFO Open NFO Close	Options
TRUSTMF Banking & PSU Debt Fund	Open ended Debt Scheme	To generate reasonable returns by primarily investing in debt and money market securities that are issued by Banks, Public Sector Undertakings (PSUs), Public Financial Institutions (PFIs) and Municipal Bonds.	January 15, 2021 to January 27, 2021	Direct Plan - Growth option Direct Plan - Daily Dividend option Direct Plan - Weekly Dividend option Direct Plan - Monthly Dividend option Direct Plan - Quarterly Dividend option Direct Plan - Annually Dividend option Regular Plan - Growth option Regular Plan - Daily Dividend option Regular Plan - Weekly Dividend option Regular Plan - Monthly Dividend option Regular Plan - Quarterly Dividend option Regular Plan - Annually Dividend option

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are 'marked-to-market'. The significant accounting policies, which are in accordance with the SEBI (Mutual Fund) Regulations and have been approved by the Board of Directors of the Asset Management Company and the Trustee, are stated below.

a. Determination of net asset value ('NAV')

The net asset value of the units of the scheme is determined separately for the units issued under the option.

For reporting the net asset value within the portfolio, the Scheme's daily income earned, including realized profit or loss and unrealized gain or loss in the value of investments, and expenses accrued, are allocated to the related option in proportion to their respective daily net assets arrived at by multiplying day-end outstanding units by previous day's closing net asset value.

b. Unit capital

Unit capital represents the net outstanding units at the balance sheet date, thereby reflecting all transactions relating to the period ended on that date.

Upon issue / redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of each options, after an appropriate portion of the issue proceeds and redemption payouts is credited/debited to the equalization account, a mandatory requirement for open ended mutual fund scheme.

c. Investments

Accounting for investments

Transactions for purchase and sale of investments are recorded on trade date.

The cost of investments includes all costs incurred in acquiring the investments and incidental to acquisition of investments e.g. brokerage, transaction costs, CCIL charges and any other charges customarily included in the broker's note. Capitalization of such brokerage and transaction costs incurred for the purpose of execution of trades is restricted to 12 bps and 5 bps in case of cash and derivative market transactions respectively. Any cost in excess of the said prescribed limit (including brokerage and transaction cost, if any) shall be borne by the AMC or by the trustee or sponsors the same.

Rights entitlements are recognized as investments on the ex-rights date.

Bonus entitlements are recognized as investments on the ex-bonus date.

Valuation of investments

Investments are stated at market / fair value at the Balance Sheet date / date of determination. In valuing the Scheme's investments:

Traded equity and equity related securities are valued at the last quoted closing price on the National Stock Exchange of India Limited (NSE). However, if the equity securities are not listed / traded on NSE, they are valued at the last quoted closing price on the exchange where it is principally traded.

When an equity or an equity related security is not traded on any stock exchange on a particular valuation day, the value at which it was traded on NSE or any other stock exchange as the case may be, on the earliest previous day is used, provided that such day is not more than thirty days prior to the valuation date.

Non-traded / thinly traded equity securities including those not traded within thirty days are valued at fair value as per procedures determined by Trust Asset Management Private Limited which are approved by the Trustee and are in accordance with the guidelines for valuation of securities specified in the Regulations.

Traded futures and options are valued at the settlement price provided by the respective stock exchanges.

When a future or option is not traded on the respective stock exchange on the date of valuation, then the settlement price / any other derived price provided by the respective stock exchange.

Units of exchange traded funds, which are traded, are valued at the closing traded price on the respective stock exchange (where the ETF is listed) as on the valuation date. Units of unlisted mutual fund schemes and units of listed mutual fund schemes which are not traded are valued at the NAV published on AMFI website as on the valuation date.

Investments in short-term deposits with banks (pending deployment) and repurchase (repo) transactions (including tri-party repo i.e. TREPS) with tenor of up to 30 days, shall be valued on cost plus accrual basis.

When a InvIT / ReIT is not traded on any stock exchange, on the date of valuation, then the previous closing price on NSE / any other Stock Exchange will be used, provided such closing price is not earlier than a period of 30 calendar days. If the InvIT / ReIT security is not traded on any stock exchange for a period of thirty days prior to the valuation date, the scrip must be treated as 'non-traded' scrip. For Non-traded scrip, valuation would be as per NAV disclosed in the valuation report issued by valuer in the latest half yearly report or latest annual report For private / unlisted InvIT/ReIT, valuation would be as per NAV disclosed in the valuation report issued by valuer in the latest half yearly report or latest annual report.

Investments in fixed income securities (except government securities) are valued as follows:

The Valuation policy provided by SEBI Circular (SEBI/HO/IMD/DF4/CIR/P/2019/102) dated September 24, 2019 and relevant subsequent circulars have been considered for valuation as described below:

All traded money market securities, debt securities and floating rate securities, shall be valued at average of security level prices obtained from valuation agencies appointed by AMFI on each valuation day.

Where any security is purchased by any scheme of Mutual Fund and the security level price from the agency(ies) appointed by AMFI is not available on that day, such security shall be valued at weighted average purchase yield on that day and till the day preceding the next business day.

In case necessary details to value debt and money market securities are not available, the valuation committee will determine fair value based on available information "Government Securities shall mean and include such securities issued by Central government or State Government, Cash Management bills, Treasury bills, State Development Loans, etc Government Securities (including Treasury Bills) shall be valued at the average of Valuation prices provided for individual securities by CRISIL & ICRA, or any other external independent agency(ies) prescribed by AMFI irrespective of the residual maturity."

Investments in short-term deposits with banks (pending deployment) and repurchase (repo) transactions (including tri-party repo i.e. TREPS) with tenor of up to 30 days, shall be valued on cost plus accrual basis.

OTC derivatives and market linked debentures shall be valued as per average of prices obtained from valuation agencies (as and when they are mandated to be available).

Repo transactions (including tri-party repo i.e. TREPS) with tenor of more than 30 days shall be valued at the average of Valuation prices provided for individual securities by CRISIL & ICRA, or any other external independent agency(ies) prescribed by AMFI.

Units / shares of mutual funds will be valued at the last published NAV.

Net unrealized appreciation / depreciation in the value of investments is determined separately for each category of investments. In respect of each category of investments, net change in unrealized appreciation if any, between two Balance Sheet dates / valuation dates is accounted through the Revenue Account and thereafter the net change in unrealized appreciation is transferred from the Revenue Account to the Unrealized Appreciation Reserve. Net change in unrealized depreciation if any, is accounted through the Revenue Account.

Net Unrealized appreciation is reduced from the distributable income at the time of income distribution.

d. Revenue recognition

Dividend income is recognized on the ex-dividend date.

Interest income is recognized on an accrual basis.

Profit or loss on sale / redemption of investments is determined on the basis of the weighted average cost method.

In respect of all interest-bearing investments, income is accrued on a day to day basis as it is earned. Therefore, when such investments are purchased, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but debited to Interest Recoverable account. Similarly interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as a sale value but credited to Interest Recoverable account.

e. Expense

Specified recurring expenses including Investment Management and Advisory fees are accounted for on accrual basis within the limits specified under regulation 52 of SEBI (Mutual Funds) Regulations, 1996.

According to SEBI regulations, all mutual fund scheme expenses (other than initial issue expenses) must be borne by the scheme itself rather than the asset management company. SEBI also prescribes that aggregate scheme expenses must not exceed the maximum Total Expense Ratios ("TERs"), which are calculated by dividing the total costs of the fund by its total assets.

With effect from April 1, 2019, Total Expense Ratios for scheme were reduced from a range (depending on AUM) of 2.50% to 1.75% to the current range of 2.25% to 1.05%.

Current TERs Limits are as follows:

- For passive funds, 1.0% of daily net assets;
- For closed-ended funds and interval funds, 1.25% of daily net assets for equity-oriented scheme (which invest at least 65% of their portfolio in equity securities), and 1.0% of daily net assets for other scheme.

- For open-ended funds (other than passive funds, interval funds and funds of funds), the maximum TER limits (as a percentage of daily net assets) vary by AUM band, as outlined in the table below:

AUM band	Equity oriented scheme	Other scheme
On the first 500 crore of daily net assets	2.25%	2.00%
On the next 250 crore of daily net assets	2.00%	1.75%
On the next 1250 crore of daily net assets	1.75%	1.50%
On the next 3,000 crore of daily net assets	1.60%	1.35%
On the next 5,000 crore of daily net assets	1.50%	1.25%
On the next 40,000 crore of daily net assets	TER reduction of 0.05% for every increase of ₹5,000 crore of daily net assets or part thereof	
On any additional daily net assets	1.05%	0.80%

In addition to the above, scheme can charge expenses on account of:

- New inflows from such cities as specified by SEBI subject to limits and conditions: An amount aggregating a maximum of 0.30% of the daily net assets of the Scheme.
- Additional amount towards expenses specified in the said regulation 52: Not exceeding 0.05% in case of scheme where exit load is charged.
- GST on Investment Management and Advisory fees is charged over and above the cumulative limits as specified above.

f. Unit Premium Reserve

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of the scheme, after an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the income equalization reserve.

g. Equalization account

When units are issued or redeemed, the distributable surplus (excluding unit premium reserve, but including balance of distributable surplus at the beginning of the year) as on the date of the transaction is determined. Based on the number of units outstanding on the transaction date, the distributable surplus (excluding unit premium reserve, but including balance of distributable surplus at the beginning of the year) associated with each unit is computed. The per unit amount so determined is credited / debited to the equalization account on issue / redemption of each unit respectively.

In the case of an open-ended scheme, when units are sold, an appropriate part of the sale proceeds has been credited to an Equalisation Account and when units are repurchased, an appropriate amount has been debited to an Equalisation Account. The net balance on this account has been credited or debited to the Revenue Account. Accounting policy to compute equalisation has been followed consistently.

h. Load

The exit load collected is recognized as income and credited to the scheme in accordance with SEBI circular No. CIR/IMD/DF/21/2012

i. Cash and cash equivalent

Cash and cash equivalent includes balance with banks in current accounts, deposits placed with scheduled banks (with an original maturity of up to three months) and collateralized lending.

TRUSTMF BANKING & PSU DEBT FUND
SCHEDULES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Amount in Rs. Thousands)

3 : Unit Capital		
	Units	Amount
Initial Capital	5,826,843.945	5,826,844
Outstanding Unit Capital		
Direct Plan - Growth option		
Opening Balance	-	-
Issued during the year	6,530,020.944	6,530,021
Redeemed during the year	913,695.722	913,696
Unit Capital at the end of the year	5,616,325.222	5,616,325
Direct Plan - Daily Dividend option		
Opening Balance	-	-
Issued during the year	11.000	11
Redeemed during the year	2.000	2
Unit Capital at the end of the year	9.000	9
Direct Plan - Weekly Dividend option		
Opening Balance	-	-
Issued during the year	5.998	6
Redeemed during the year	-	-
Unit Capital at the end of the year	5.998	6
Direct Plan - Monthly Dividend option		
Opening Balance	-	-
Issued during the year	88.011	88
Redeemed during the year	-	-
Unit Capital at the end of the year	88.011	88
Direct Plan - Quarterly Dividend option		
Opening Balance	-	-
Issued during the year	50,534.481	50,534
Redeemed during the year	49,997.500	49,997
Unit Capital at the end of the year	536.981	537
Direct Plan - Annual Dividend option		
Opening Balance	-	-
Issued during the year	1,270.047	1,270
Redeemed during the year	-	-
Unit Capital at the end of the year	1,270.047	1,270

Regular Plan - Growth option		
Opening Balance	-	-
Issued during the year	514,190.963	514,191
Redeemed during the year	15,499.225	15,499
Unit Capital at the end of the year	498,691.738	498,692
Regular Plan - Daily Dividend option		
Opening Balance	-	-
Issued during the year	5.000	5
Redeemed during the year	-	-
Unit Capital at the end of the year	5.000	5
Regular Plan - Weekly Dividend option		
Opening Balance	-	-
Issued during the year	5.000	5
Redeemed during the year	-	-
Unit Capital at the end of the year	5.000	5
Regular Plan - Monthly Dividend option		
Opening Balance	-	-
Issued during the year	10.000	10
Redeemed during the year	-	-
Unit Capital at the end of the year	10.000	10
Regular Plan - Quarterly Dividend option		
Opening Balance	-	-
Issued during the year	10.000	10
Redeemed during the year	-	-
Unit Capital at the end of the year	10.000	10
Regular Plan - Annual Dividend option		
Opening Balance	-	-
Issued during the year	4,010.800	4,011
Redeemed during the year	-	-
Unit Capital at the end of the year	4,010.800	4,011
Total		
Opening Balance	-	-
Issued during the year	7,100,162.244	7,100,162
Redeemed during the year	979,194.447	979,194
Unit Capital at the end of the year	6,120,967.797	6,120,968

**TRUSTMF BANKING & PSU DEBT FUND
SCHEDULES TO THE FINANCIAL STATEMENTS**

(Amount in Rs. Thousands)

		TRUSTMF Banking & PSU Debt Fund March 31, 2021
4.	RESERVES AND SURPLUS	
	Unit premium reserve	
	Balance, beginning of year	-
	Add/(Less): Net Additions/ (Deductions) during the period	(1,623)
	Transferred to Equalisation Reserve	1,622
	Balance, end of year	(1)
	Equalisation Reserve	
	Transferred from Unit Premium Reserve	1,622
	Transferred to Revenue Account	(1,622)
	Balance, end of year	-
	Unrealised appreciation reserve	
	Balance, beginning of year	-
	Unrealised appreciation in value of investments	-
	Balance, end of year	-
	Retained surplus	
	Balance, beginning of year	-
	Transfer to revenue account	-
	Surplus/(Deficit) transferred from revenue account	10,420
	Balance, end of year	10,420
	Total Reserves and Surplus	10,419
5.	CURRENT LIABILITIES	
	Trusteeship fee payable	223
	Contract for purchase of investments	100,586
	Unit application pending allotment	1
	Commission to distributors payable	39
	Investor education expense payable	155
	Other current liabilities	1,260
		102,264

		(Amount in Rs. Thousands)
		TRUSTMF Banking & PSU Debt Fund
		March 31, 2021
6. INVESTMENTS		
	Listed debentures and bonds	5,085,906
	Government securities	761,042
		5,846,948
(i)	All the investments are held in the name of the Scheme except for Government Securities and Treasury Bills which is held in the name of the fund, as per clause 7 of the Seventh Schedule under Regulation 44(1) of SEBI (Mutual Funds) Regulations, 1996.	
(ii)	Aggregate appreciation and depreciation in the value of investments are as follows:	
	Listed debentures and bonds	
	- appreciation	425
	- depreciation	43,501
	Government Securities	
	- appreciation	-
	- depreciation	9,809
(iii)	The aggregate value of investments acquired and sold/redeemed/expired during the year and these amounts as a percentage of average daily net assets are as follows:	February 01, 2021 to March 31, 2021
	Purchases (excluding collateralised lending, TREPS, fixed deposits, futures and options)	
	- amount	6,507,681
	- as a percentage of average daily net assets	104.16%
	Sales/Redemptions (excluding collateralised lending, fixed deposits, futures and options)	
	- amount	607,542
	- as a percentage of average daily net assets	9.72%
(iv)	The aggregate purchases made by all schemes of the Fund during the current year and the fair value of such investments as at March 31, 2021 in companies which have invested in any scheme of the Fund in the current year in excess of five per cent of that scheme's net assets are provided in Annexure I.	
(v)	Aggregate fair value of non traded investments valued in good faith	March 31, 2021
		4,200,071
(vi)	Outstanding investments in the Sponsor company and its group companies as at the balance sheet date is Nil (Previous year Nil).	

		(Amount in Rs. Thousands)	
		TRUSTMF Banking & PSU Debt Fund	
		March 31, 2021	
7. DEPOSITS			
	Fixed Deposit with scheduled bank	-	
	All the Deposits are held in the name of the Scheme only	-	
8. OTHER CURRENT ASSETS			
	Balances with banks in current accounts	14,946	
	Outstanding and accrued income	171,272	
	Amount due from Asset Management Company	487	
	Reverse Repo	199,915	
	Other Current Assets	83	
		386,703	
9. INTEREST		TRUSTMF Banking & PSU Debt Fund	
		February 01, 2021 to March 31, 2021	
	Money market instruments	398	
	Debentures and bonds	55,167	
	Collateralised lending	5,190	
	Government securities (including treasury bills)	7,497	
		68,252	
10. MANAGEMENT AND TRUSTEESHIP FEE		TRUSTMF Banking & PSU Debt Fund	
		February 01, 2021 to March 31, 2021	
	The Schemes pay fees for investment management services under an agreement with the AMC, which provides for computation of such fee as a percentage of Scheme's average daily net assets, after excluding the net asset value of the investments by the AMC in the scheme, fixed deposits and net asset value of investment made in other schemes, if any. During the year ended March 31, 2021, the Schemes have paid management fee at an annualized average rate as follows:		
	Management fee (Excluding GST) at annualized average rate	0.02%	
	GST on Management fee at annualized rate	0.00%	
	The Schemes pay fees for Trusteeship services under an agreement with the Trustee, at the rate of 0.01 per cent (inclusive of GST) of the Scheme's average daily net assets.		

(Amount in Rs. Thousands)

11.	INCOME AND EXPENDITURE	TRUSTMF Banking & PSU Debt Fund
	The total income and expenditure and these amounts as a percentage of the scheme's average daily net assets on an annualized basis are provided below:	March 31, 2021
	<p>Income (excluding provision for net unrealised loss in value of investments)</p> <ul style="list-style-type: none"> - amount - as a percentage of average daily net assets <p>Expenditure (excluding realised loss on sale of investments, realised loss on inter-scheme transfer/sale of investments)</p> <ul style="list-style-type: none"> - amount - as a percentage of average daily net assets 	<p>67,548</p> <p>6.69%</p> <p>2,621</p> <p>0.26%</p>

TRUSTMF BANKING & PSU DEBT FUND
SCHEDULES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

12. INVESTMENT PORTFOLIO

SUPPLEMENTARY INVESTMENT PORTFOLIO INFORMATION AND INDUSTRY WISE CLASSIFICATION

Details of investment portfolio and industry wise classification of the Scheme's investments in each category of investments at March 31, 2021 are presented below. The industry and company exposures are stated as a percentage of the Scheme's net assets.

(Amount in Rs. Thousands)

Industry and Company Particulars	Quantity	Amount	Percentage to Net Assets	Percentage to Investment category
Debentures And Bonds				
Listed debentures and bonds				
BANKS	21,500,000	2,231,433	36.39	43.88
Axis Bank Ltd*	4,500,000	495,257	8.08	9.73
National Housing Bank*	4,000,000	420,861	6.86	8.28
National Bank for Agriculture and Rural Development	4,000,000	395,938	6.46	7.79
State Bank of India*	3,500,000	356,897	5.82	7.02
ICICI Bank Ltd*	2,500,000	257,856	4.21	5.07
HDFC Bank Ltd	2,000,000	204,409	3.33	4.02
Small Industries Development Bank of India	1,000,000	100,215	1.63	1.97
FINANCE	15,000,000	1,587,174	25.89	31.21
Indian Railway Finance Corporation Ltd	4,000,000	432,162	7.05	8.49
Power Finance Corporation Ltd*	4,000,000	419,719	6.85	8.25
Rural Electrification Corporation Ltd*	4,000,000	418,901	6.83	8.24
LIC Housing Finance Ltd*	2,500,000	263,238	4.29	5.18
Housing Development Finance Corporation Ltd*	500,000	53,154	0.87	1.05
PETROLEUM PRODUCTS	7,500,000	774,384	12.63	15.22
Indian Oil Corporation Ltd*	4,000,000	408,615	6.66	8.03
Hindustan Petroleum Corporation Ltd*	3,500,000	365,769	5.97	7.19
POWER	2,000,000	222,785	3.63	4.38
Power Grid Corporation of India Ltd*	2,000,000	222,785	3.63	4.38
TELECOM - SERVICES	2,500,000	270,130	4.41	5.31
Mahanagar Telephone Nigam Ltd.*	2,500,000	270,130	4.41	5.31
Total	48,500,000	5,085,906	82.95	100.00
Government Securities / State Government Securities	7,500,000	761,042	12.41	100.00
6.18% GOI - 04-Nov-2024	5,000,000	514,551	8.39	67.61
5.22% GOI - 15-Jun-2025	2,500,000	246,491	4.02	32.39
Total	7,500,000	761,042	12.41	100.00
Other Current Assets		386,703	6.31	
Total Assets		6,233,651	101.67	
Less: Current Liabilities		102,264	1.67	
Net Assets		6,131,387	100.00	

* Non traded / thinly traded investments

TRUSTMF BANKING & PSU DEBT FUND
SCHEDULES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

13. DERIVATIVE DISCLOSURE FOR THE YEAR ENDED MARCH 31, 2021: Nil

14. NET ASSET VALUE

Options	TRUSTMF Banking & PSU Debt Fund March 31, 2021
Regular Plan - Growth option	1,000.9206
Regular Plan - Daily IDCW option	1,000.8880
Regular Plan - Weekly IDCW option	1,000.8880
Regular Plan - Monthly IDCW option	1,000.8050
Regular Plan - Quarterly IDCW option	1,000.8050
Regular Plan - Annual IDCW option	1,000.9230
Direct Plan - Growth option	1,001.7320
Direct Plan - Daily IDCW option	1,001.8556
Direct Plan - Weekly IDCW option	1,001.7120
Direct Plan - Monthly IDCW option	1,001.7528
Direct Plan - Quarterly IDCW option	1,001.7381
Direct Plan - Annual IDCW option	1,001.7317

The net asset value of the Scheme's unit is determined separately for units issued under the options after including the respective unit capital and reserves and surplus.

The net asset value of the scheme disclosed above represents declared NAV as on 31st March 2021.

15. RELATED PARTY TRANSACTIONS

- i. The Schemes have entered into transactions with certain related parties. The information required in this regard in accordance with Accounting Standard 18 on Related Party Disclosure' issued by Institute of Chartered Accountants of India is provided below:

a) Related Party Relationships

List of Related Parties and their relationship

<u>Name</u>	<u>Description of Relationship</u>
Trust Investment Advisors Private Limited	Sponsor of the Fund
Trust AMC Trustee Private Limited	Trustee of the Fund
Trust Asset Management Private Limited	The Scheme's Asset Manager

Schemes of the Fund under common control

TRUSTMF Banking & PSU Debt Fund

b) Transactions covered by Accounting Standard-18**TRUSTMF Banking & PSU Debt Fund****(Amount in Rs. Thousands)**

	Name of related party	Nature of transactions	Year ended March 2021	Balance Payable as at March 31, 2021
	Trust AMC Trustee Private Limited	Fees for trusteeship services	238	223
	Trust Asset Management Private Limited	Fees for investment management services	217	-
	Trust Asset Management Private Limited	Expenses reimbursed by AMC	-	-

(ii) Transactions covered by Regulation 25(8) of the SEBI Regulations with the sponsor or associate of the sponsor of the Fund:

(Amount in Rs. Thousands)

Particulars	TRUSTMF Banking & PSU Debt Fund March 31, 2021
Commission paid on distribution of units	
Trust Securities Services Private Limited	201.17
Trust-Plutus Wealth Managers (India) Pvt Ltd	104.91

16. CONTINGENT LIABILITIES

At March 31, 2021 - Nil

17. SEGMENT REPORTING

TRUSTMF Banking & PSU Debt Fund operates in one segment only viz. to primarily generate reasonable returns based on the investment objective of the Scheme.

18. INVESTOR EDUCATION AND AWARENESS INITIATIVES

An annual charge of 2 basis points (0.02% p.a.) of daily net assets, being part of total recurring expenses is set aside for Investor Education and Awareness Initiatives (IEAI) in accordance with SEBI (Mutual Funds) Regulations, 1996 and guidelines issued thereunder. These funds set aside are used only for meeting expenses 21 for Investor Education and Awareness Initiatives.

Further, in accordance with AMFI best practice guidelines circular no 135/BP/56/2015-16 dated 20 April 2015, the cumulative balance of the IEAI is transferred on periodic basis to a separate bank account maintained for the purpose.

The unspent funds are deployed in the money market security.

Movement of IEAI balances for TRUST Mutual Fund during the financial year ended 31 March, 2021 is given below:

Particulars	(Amount in Rs. Thousands)
	FY 2020-21
Opening balance	0.00
Additions during the current year **	2.02
Less : utilisation during the current year	0.47
Closing balance	1.55

** Amount shown includes income earned on Investments

Note: Accrual during the month of March 2021 amounting to Rs 53,985/- was transferred to AMFI on April 08, 2021

20. UNCLAIMED REDEMPTION AND DIVIDEND

Summary of number of investors and corresponding amount as at 31st March 2021: Nil

21. Unit Capital movement during the year ended March 31, 2021 is as per Schedule 3.**22. Disclosure under SEBI circular no. CIR/IMD/DF/23/2012 dated November 15, 2012.:**

1. No. of transactions during the year -	NIL
2. Amount of protection bought during the year	NIL
3. No. of transactions where credit event payment was received during the year:	
a. Pertaining to current years transactions.	NIL
b. Pertaining to previous year (s) transactions.	NIL
4. Outstanding transactions as on year end:	
a. No. of transactions	NIL
b. Amount of protection	NIL
5. Net income/ expense in respect of CDS transactions during year-to-date:	
a. Premium Paid	NIL
b. Credit event payments received (net of value of derivable obligations)	NIL

23. Income Tax

No provisions for Income Tax have been made since the schemes of TRUST Mutual Fund are exempt from Income Tax under section 10(23D) of the Income-tax Act, 1961.

24. Subscription by the Schemes in the issues lead by associates companies, Underwriting obligations undertaken by the schemes with respect to issue of securities by associates companies and Devolvement during the year : NIL

25. A full list of investments of the Schemes is available for inspection with Trust Asset Management Private Limited.

26. On written request, present and prospective unit holders/investors can obtain a copy of the trust deed, the Annual Report at a price.

As per our report of even date.

For Haribhakti & Co LLP
Chartered Accountants

ICAI Firm Registration No.
103523W / W100048

Sd/-

Sumant Sakhardande
Partner
Membership No.: 034828

For and on behalf of
TRUST AMC Trustee
Private Limited

Sd/-

Abhishek Kedia
Director
DIN: 07136324

For and on behalf of
TRUST Asset Management
Private Limited

Sd/-

Utpal Sheth
Director
DIN: 00081012

Sd/-

Rajeev Agarwal
Director
DIN: 07984221

Sd/-

Ragunathan Kannan
Director
DIN: 00523576

Sd/-

Sandeep Bagla
Chief Executive Officer

Sd/-

Anand Nevatia
Fund Manager

Place: Mumbai
Date: 26 July, 2021

KEY STATISTICS FOR THE YEAR / PERIOD ENDED 31 MARCH 2021

	Particulars	TRUST Banking and PSU Debt Fund
		Current Year ended March 31, 2021
1	N.A.V per unit (Rs.):	
	Open¹	
	Regular Plan - Growth option	-
	Regular Plan - Daily IDCW option	-
	Regular Plan - Weekly IDCW option	-
	Regular Plan - Monthly IDCW option	-
	Regular Plan - Quarterly IDCW option	-
	Regular Plan - Annual IDCW option	-
	Direct Plan - Growth option	-
	Direct Plan - Daily IDCW option	-
	Direct Plan - Weekly IDCW option	-
	Direct Plan - Monthly IDCW option	-
	Direct Plan - Quarterly IDCW option	-
	Direct Plan - Annual IDCW option	-
	High	
	Regular Plan - Growth option	1000.9206
	Regular Plan - Daily IDCW option	1000.8880
	Regular Plan - Weekly IDCW option	1000.8880
	Regular Plan - Monthly IDCW option	1000.8050
	Regular Plan - Quarterly IDCW option	1000.8050
	Regular Plan - Annual IDCW option	1000.9230
	Direct Plan - Growth option	1001.7320
	Direct Plan - Daily IDCW option	1001.8556
	Direct Plan - Weekly IDCW option	1001.7120
	Direct Plan - Monthly IDCW option	1001.7528
	Direct Plan - Quarterly IDCW option	1001.7381
	Direct Plan - Annual IDCW option	1001.7317
	Low	
	Regular Plan - Growth option	991.9160
	Regular Plan - Daily IDCW option	991.8700
	Regular Plan - Weekly IDCW option	991.8700
	Regular Plan - Monthly IDCW option	991.8160
	Regular Plan - Quarterly IDCW option	991.8160
	Regular Plan - Annual IDCW option	991.9183
	Direct Plan - Growth option	992.5161
	Direct Plan - Daily IDCW option	992.5889
	Direct Plan - Weekly IDCW option	992.4800
	Direct Plan - Monthly IDCW option	992.5255
	Direct Plan - Quarterly IDCW option	992.5204
	Direct Plan - Annual IDCW option	992.5154
	End	
	Regular Plan - Growth option	1000.9206
	Regular Plan - Daily IDCW option	1000.8880
	Regular Plan - Weekly IDCW option	1000.8880
	Regular Plan - Monthly IDCW option	1000.8050
	Regular Plan - Quarterly IDCW option	1000.8050
	Regular Plan - Annual IDCW option	1000.9230
	Direct Plan - Growth option	1001.7320
	Direct Plan - Daily IDCW option	1001.8556
	Direct Plan - Weekly IDCW option	1001.7120

	Particulars	TRUST Banking and PSU Debt Fund
		Current Year ended March 31, 2021
	Direct Plan - Monthly IDCW option	1001.7528
	Direct Plan - Quarterly IDCW option	1001.7381
	Direct Plan - Annual IDCW option	1001.7317
2	Closing Assets Under Management (Rs. In Lakhs)	
	End	61,161.55
	Average (AAuM) ⁵	62,477.48
3	Gross income as % of AAuM^{2 5}	6.69%
4	Expense Ratio:	
a	Total Expense as % of AAuM (plan wise)⁵	
	Regular Plan	0.72%
	Direct Plan	0.22%
b	Management Fee as % of AAuM (plan wise)⁵	
	Regular Plan	0.01%
	Direct Plan	0.02%
5	Net Income as a percentage of AAuM^{3 5}	6.43%
6	Portfolio turnover ratio⁴	N.A.
7	During the year / period (plan wise)	
	Regular Plan - Growth option	-
	Regular Plan - Daily IDCW option	-
	Regular Plan - Weekly IDCW option	-
	Regular Plan - Monthly IDCW option	-
	Regular Plan - Quarterly IDCW option	-
	Regular Plan - Annual IDCW option	-
	Direct Plan - Growth option	-
	Direct Plan - Daily IDCW option	-
	Direct Plan - Weekly IDCW option	-
	Direct Plan - Monthly IDCW option	-
	Direct Plan - Quarterly IDCW option	-
	Direct Plan - Annual IDCW option	-
8	Returns⁶:	
a	Last One Year	
	Scheme	N.A
	Regular Plan - Growth Option	N.A
	Direct Plan - Growth Option	N.A
	Benchmark	N.A
b	Since Inception	
	Scheme	N.A
	Regular Plan - Growth Option	N.A
	Direct Plan - Growth Option	N.A
	Benchmark	N.A
	Benchmark Index	CRISIL BANKING & PSU DEBT INDEX

Notes :

1. The allotment date for TRUSTMF Banking and PSU Debt Fund is 1st February 2021.
2. Gross income = Income (excluding provision for net unrealised loss in value of investments).
3. Net income = Net Realised Gains/ (Losses) for the Year/Period.
4. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.
5. AAuM = Average daily net assets
6. Since the Scheme has not completed one year, performance returns have not been disclosed.

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TRUST Mutual Fund

801, Naman Centre, BKC, Bandra (E),
Mumbai - 400 051.
Phone: +91 22 6274 6000