

Dated: 05.11.2024

Update on Coffee day Natural Resource Private Limited

Investors are requested to take note of the following development with respect to defaulted securities of Coffee day Natural Resource Private Limited:

Background:

Bank of India Credit Risk Fund and Bank of India Short Term Income Fund ("Schemes of Bank of India Mutual Fund") had invested in the Non-Convertible Debentures (NCDs) issued by Coffee Day Natural Resources Pvt Ltd (CDNRPL) (promoted by Mr. V G Siddhartha, the promoter of Café Coffee Day Group. The Company is primarily an investment and holding company for Coffee Day Enterprises Ltd. (CDEL) (Promoter group).

Event of Default:

Coffee Day Natural Resources Pvt Ltd (CDNRPL) ("the Company") had exercised its call option for NCDs on 15th July 2019 with a settlement date on 16th August 2019. However, the Company did not pay any money on 16th August 2019, resulting in an Event of Default by the Company.

Action taken after Default:

After the default made by the Company, all the debenture holders jointly initiated following actions through Debenture Trustee (IDBI Trusteeship):

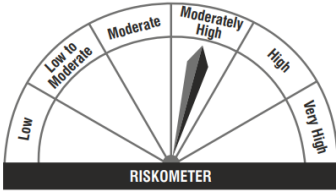
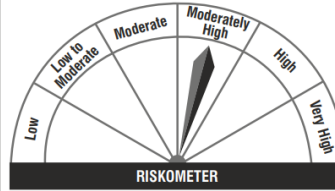
- Initiated process for invocation of pledged shares of CDEL and sold the shares in market and realised amount was adjusted in the Net Asset Value (NAV) in the year 2022. After recovery from selling of shares, the outstanding amounts for Bank of India Credit Risk Fund was Rs. 24.11 lacs and for Bank of India Short Term Income Fund was Rs. 6.75 crs.
- Demand notice served on Promoter by invocation of balance security package.

Current Status:

After trying to recover the balance outstanding amounts since the default, Bank of India MF ("the Fund") finally entered into OTS agreement with promoter group and the final OTS amount of Rs. 9.08 lacs for Bank of India Credit Risk fund and Rs. 2.54 crs for Bank of India Short Term Income

Fund was received by the Fund respectively on 4th November 2024. The received amount was dully accounted in the NAV of the respective Schemes on 4th November 2024.

Bank of India Credit Risk Fund:

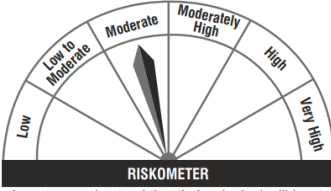
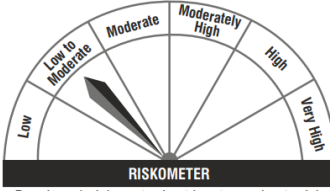
This product is suitable for investors who are seeking*:	Risk-o-meter is based on the scheme portfolio as on September 30, 2024	Benchmark Risk-o-meter as on September 30, 2024 [^]
<ul style="list-style-type: none"> Long term capital appreciation. Investment primarily in corporate debt securities with medium to long term maturities across the credit spectrum within the universe of investment grade rating. 	 <p>RISKOMETER Investors understand that their principal will be at moderately high risk</p>	 <p>RISKOMETER Benchmark riskometer is at moderately high risk</p>

*Investors should consult their financial advisor if they are not clear about the suitability of the product.

[^]Tier 1: CRISIL Credit Risk Debt B-II Index

Potential Risk Class Matrix				
		Credit Risk		
		Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk	Relatively Low (Class I)			
	Moderate (Class II)			C-II
	Relatively High (Class III)			

Bank of India Short Term Income Fund:

This product is suitable for investors who are seeking*:	Risk-o-meter is based on the scheme portfolio as on September 30, 2024	Benchmark Risk-o-meter as on September 30, 2024 [^]
<ul style="list-style-type: none"> Regular income over short to medium term. Investment in Debt & Money Market instruments such that the Macaulay duration of the portfolio is between 1 year - 3 years. 	 <p>RISKOMETER Investors understand that their principal will be at moderate risk</p>	 <p>RISKOMETER Benchmark riskometer is at low to moderate risk</p>

*Investors should consult their financial advisor if they are not clear about the suitability of the product.

[^]Tier 1: CRISIL Short Duration Debt A-II Index

Potential Risk Class Matrix				
		Credit Risk		
		Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)
Interest Rate Risk	Relatively Low (Class I)			
	Moderate (Class II)		B-II	
	Relatively High (Class III)			

For Latest riskometer please refer to our website: www.boimf.in

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