

A. PENALTIES, PENDING LITIGATION OR PROCEEDINGS, FINDINGS OF INSPECTIONS OR INVESTIGATIONS FOR WHICH ACTION MAY HAVE BEEN TAKEN OR IS IN THE PROCESS OF BEING TAKEN BY ANY REGULATORY AUTHORITY:

1. All disclosures regarding penalties and action(s) taken against foreign Sponsor(s) may be limited to the jurisdiction of the country where the principal activities (in terms of income / revenue) of the Sponsor(s) are carried out or where the headquarters of the Sponsor(s) is situated. Further, only top 10 monetary penalties during the last five years shall be disclosed.

Nil

2. In case of Indian Sponsor(s), details of all monetary penalties imposed and/ or action taken during the last five years or pending with any financial regulatory body or governmental authority, against Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company; for irregularities or for violations in the financial services sector, or for defaults with respect to shareholders or debenture holders and depositors, or for economic offences, or for violation of securities law. Details of settlement, if any, arrived at with the aforesaid authorities during the last five years shall also be disclosed.

Sr. No.	Bank	Financial Year	Date of Penalty	Penalty amount (Rs. In lakhs)	Regulator / Penalty Levying Authority	Reasons for Penalty
2019-20						
1.	e-Syndicate (Canara – No Penalty)	2019-20	14.10.2019	75.00	RBI	The Reserve Bank of India (RBI) has imposed, by an order dated October 14, 2019, a monetary penalty of 75 lakh (Rupees Seventy Five Lakh) on Syndicate Bank (the bank) for non-compliance with the directions issued by RBI on (i) Frauds Classification and Reporting and (ii) Housing Sector: Innovative Housing Loan Products
2020-21						
NIL						
2021-22						
1	Canara	2021-22	15.02.2022	5.00	RBI	On 03/02/2022, while rebalancing the security holdings under CROMS platform, 6.67% GOI 2035 was added instead of 6.64% GOI 2035. REPO transactions on CROMS platform against the security was entered and funds were borrowed against the said security. The security balance in the SGL account was less than the deal amount which resulted in shortfall of the security by Rs.540 Crore at settlement. The shortage of securities under SGL was identified after closure of market i.e., 2.30 PM. RBI after examining the reply submitted by Domestic Settlement Section, IT Wing, Canara Bank, Mumbai, decided to treat the incident as first instance of "SGL Bouncing". In terms of their circular IDMD.DDO.17/11.01.01(B) 2010-11 Dated 14.07.2010, RBI imposed a penalty of Rs 5.00 lacs

						(Five Lakh only). The payment of the said amount was made on 16/02/2022 by debiting Penalty GL.
2022-23						
NIL						
2023-24						
1	Canara	2023-24	12.05.2023	292.00	RBI	1.For failing to benchmark 2299 floating rate retail loans and 894 floating rate loans to MSME to an external benchmark during FY 2020-2021 8,00,000.00. 2.For failing to benchmark floating rate loans to MCLR - 36,00,000.00. 3.For opening savings deposit accounts in the name of ineligible entities - 39,00,000.00 4.For registering dummy mobile numbers in more than fifty thousand credit card accounts 39,00,000.00. 5.For failing to pay interest on premature withdrawal of term deposits - 100,00,000.00 6.For recovering SMS alert charges from customers not on actual usage basis - 15,00,000.00 7.For failing to undertake ongoing due diligence and put in use robust software for throwing alerts for the transactions inconsistent with risk categorization 55,00,000.00.
2	Canara	2023-24	26.02.2024	32.30	RBI	1.Furnishing of Credit Information to Credit Information Companies (CICs'), when bank did not rectify the rejected data and uploaded the same with CICs within seven days of receipt of such rejection report on January 11, 2022 containing 10,27,134 instances - 48,000.00 2.Resolution Framework 2.0 for resolution of Covid -19 related stress of Micro, Small and Medium Enterprises (MSMEs), individuals and small business, when bank restructured 2046 accounts which were not standard asset as on March, 2021 under the said directions 31,82,000.00.

3. Details of all enforcement actions taken by SEBI in the last five years and/ or pending with SEBI for the violation of SEBI Act, 1992 and Rules and Regulations framed there under including debarment and/ or suspension and/ or cancellation and/ or imposition of monetary penalty/adjudication/enquiry proceedings, if any, to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustee /Trustee Company and/ or any of the directors and/ or key personnel (especially the fund managers) of the AMC and Trustee Company were/ are a party. The details of the violation shall also be disclosed.

- During the last five years, neither SEBI nor any other Regulatory body has awarded any penalty under SEBI Act or Regulations.
- However, SEBI had issued a Show Cause Notice dated October 14, 2022 to the AMC alleging violation of Mutual Fund Regulations with regard to a passive legacy Scheme. Pending adjudication of the show-cause proceedings, the AMC proposed to settle the matter, without admission or denial of allegations and accordingly, filed Settlement Application No.7370 of

2023 dated August 28, 2023 with SEBI under SEBI (Settlement Proceedings) Regulations, 2018. On conclusion of the Settlement Proceedings and upon remittance of the settlement amount in the sum of Rs.84,82,500/- (Rupees Eighty-Four Lakhs Eighty-Two Thousand Five Hundred Only) decided by SEBI, a settlement Order dated June 11, 2024 was issued by SEBI.

- c) Other than the above, there is no other enquiry or adjudication proceeding/s, that are in progress against the Sponsors or any company associated with the Sponsors in any capacity including the AMC, the Board of Trustees or any of the Directors or key personnel of the AMC under the SEBI Act or any other Regulations. In addition, no penalties have been awarded for any economic offences and violation of securities laws.

4. Any pending material civil or criminal litigation incidental to the business of the Mutual Fund to which the Sponsor(s) and/ or the AMC and/ or the Board of Trustees /Trustee Company and/ or any of the directors and/ or key personnel are a party should also be disclosed separately.

- a) The Mutual Fund is defending and / or filed cases in the Special Court constituted under the Special Court (Trial of Offences relating to transactions in Securities) Act, 1992 in respect of the claims arising out of scam related transactions. The Fund has taken necessary steps as legally advised.
- b) A Writ Petition is pending before the Hon'ble Kolkata High Court for direction to prohibit the Fund from converting the close ended Cantriple+ Scheme into open ended and for direction regarding payment of three times the original investment. Cases are also pending before various Consumer Fora claiming three times the investment in Cantriple+ Scheme. The cases are at various stages of hearing. The Fund has taken necessary steps as legally advised.
- c) There are about 18 consumer cases (including appeals) filed by various parties against the Fund in respect of various schemes of the Fund, which are pending.
- d) In spite of the Fund being a tax-exempt entity u/s 10(23 D) of the Income Tax Act, 1962, claims have been received from tax authorities on some of its investments in PTCs. The Fund has denied the said claims and taken necessary steps for defending the claims as legally advised. In respect of the cases mentioned above, the Fund / Investment Manager will abide by the final decision of the courts.
- e) No criminal cases are pending against the Sponsors, any company associated with the Sponsors in any capacity, AMC, Board of Trustees, any of the Directors or key personnel. The Sponsors, Canara Bank, has over 9720 branches and ORIX Corporation Europe N. V. has several offices across the world. To the best of our knowledge and belief, no criminal cases which may affect the business of Mutual Fund are pending against the Sponsors or any company associated with the Sponsors in any capacity or any of the Directors or key personnel."

5. Any deficiency in the systems and operations of the Sponsor(s) and/ or the AMC and/ or the Board of Trustees/Trustee Company which SEBI has specifically advised to be disclosed in the SID, or which has been notified by any other regulatory agency, shall be disclosed.

For latest update please refer Disclosure of Penalties & Pending Litigation Link: <https://www.canararobeco.com/forms-downloads/disclosure-related-to-offer-documents>

Date: 31st December 2024