

UTI INDIAN FIXED INCOME FUND PLC

An open-ended investment company with variable capital incorporated with limited liability in Ireland under the Companies Act, 2014 (as amended) with registration number 516063 and established as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 as amended and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the Central Bank “UCITS Regulations”).

CONDENSED INTERIM REPORT AND UNAUDITED FINANCIAL STATEMENTS

For the six months ended 30 April 2020

UTI INDIAN FIXED INCOME FUND PLC

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UTI INDIAN FIXED INCOME FUND PLC

General Information

Board of Directors

Praveen Jagwani* (Indian)
Ronan Smith** (Irish)
Simon McDowell** (Irish)⁽¹⁾

All of the Directors are non-executive.

* Connected with the Investment Manager and Distributor

** Independent Director

⁽¹⁾ Chairman

Registered Office

33 Sir John Rogerson's Quay
Dublin 2
Ireland

Administrator, Registrar and Transfer Agent

Citibank Europe Plc
1 North Wall Quay
Dublin 1
Ireland

Company Secretary

Tudor Trust Limited
33 Sir John Rogerson's Quay
Dublin 2
Ireland

Legal Advisers

Dillon Eustace
33 Sir John Rogerson's Quay
Dublin 2
Ireland

Swiss Representative and Paying Agent***

RBC Investor Services Bank S.A.
Esch-sur-Alzette
Zurich Branch
Bleicherweg 7
CH-8027 Zurich
Switzerland

Investment Adviser

UTI Asset Management Company Limited
UTI - Tower, "Gn" Block
Bandra Kurla Complex
Mumbai - 400051
India

Investment Manager and Distributor

UTI International (Singapore) Private Limited
3 Raffles Place
#8-02 Bharat Building
Singapore, 048617

Auditors

Ernst & Young
Harcourt Centre
Harcourt Street
Dublin 2
Ireland

Depositary

Citi Depositary Services Ireland
Designated Activity Company (DAC)
1 North Wall Quay
Dublin 1
Ireland

Governance Services Providers

Bridge Consulting
Ferry House
48-53 Mount Street Lower
Dublin 2
Ireland

*** The prospectus, the articles of association, the simplified prospectus, the Key Investor Information Document (KIID), the annual report and semi-annual reports as well as a list containing all purchases and sales which have been made during the reporting period can be obtained free of charge from the Swiss Representative.

UTI INDIAN FIXED INCOME FUND PLC

Background to the Company

UTI Indian Fixed Income Fund Plc (the “Company”) is structured as an open-ended investment company with variable capital incorporated with limited liability in Ireland under the Companies Act, 2014 (as amended) with registration number 516063 and established as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 as amended and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the Central Bank “UCITS Regulations”). The Company commenced operations on 7 December 2012.

The registered office of the Company is, 33 Sir John Rogerson’s Quay, Dublin 2, Ireland.

The Company is structured as an umbrella fund, which may ultimately consist of different funds (the “Funds”), each comprising one or more share classes. During the financial period, the Company had one Fund in operation namely the UTI Indian Fixed Income Fund (the “Fund”), which is denominated in USD.

Investment objective

The Company’s investment objective is to generate total returns with moderate levels of credit risk by investing in a portfolio of fixed income securities issued by the Central Government of India, State Governments of India, Indian Public Sector Undertakings and Indian companies, or companies deriving a significant portion of their business in India. The Company will invest in both local currency (Indian Rupee (“INR”)) denominated debt as well as offshore, foreign currency debt of Indian issuers. Offshore, foreign currency debt of Indian issuers refers to bonds and debt instruments issued by Indian corporations and financial institutions in currencies other than INR. The Company may invest some part of its assets in debt instruments, issued by Indian companies and banks, denominated in US Dollars (“USD”) or other foreign currencies. This exposure to non-INR investments may be converted to INR exposure through the use of non-deliverable forward contracts. The Company may also invest up to 10% of net assets in fixed deposits held with offshore branches of Indian banks, for ancillary liquidity purposes only, in accordance with the requirements of the UCITS Regulations. The Investment Manager intends to achieve these moderate levels of credit risk by investing in non-sovereign debentures and bonds where the underlying issuers are assigned “A” or better credit ratings at the time of purchase by a Securities and Exchange Board of India (“SEBI”) registered rating agency (such as CRISIL, ICRA, Fitch or CARE).

During the financial period, the Company had one Fund in operation namely the UTI Indian Fixed Income Fund (the “Fund”) which is denominated in USD. The share classes and the launch dates of these share classes are detailed below:

Name of Fund	Launch Date	Share Class
UTI Indian Fixed Income Fund plc	7 December 2012	USD Institutional Class
	7 December 2012	USD Retail Class
	10 January 2013	USD RDR Class
	25 November 2016	SGD Retail Class
	25 November 2016	USD Super Institutional Class
	24 May 2017	EUR Institutional Class

Calculation of net asset value of shares

The net asset value of the Company is determined as at the valuation point (being 12 noon Irish time) for each relevant dealing day by ascertaining the value of the assets of the Company (including income accrued but not collected) and deducting the liabilities of the Company (including a provision for duties and charges, accrued expenses and fees, including those to be incurred in the event of the liquidation of the Company and all other liabilities).

The net asset value attributable to a share class shall be determined by calculating that portion of the net asset value of the Company attributable to the relevant share class subject to adjustment to take account of any entitlements, costs or expenses attributable to that share class. The net asset value per share of a class shall be determined as at the valuation point in relation to each dealing day by dividing the net asset value attributable to the class by the total number of shares in issue in the class at the relevant valuation point and rounding the resulting total to two decimal places. The net asset value attributable to a share class will be expressed in the denominated currency of that share class, or in such other currency as the Directors may determine.

UTI INDIAN FIXED INCOME FUND PLC

Investment Manager's Report

Fund Commentary

For this period, UTI Indian Fixed Income Fund returns (with-dividend) for various classes is:

- -3.42% - Institutional Class
- -3.63% - Retail Class
- -3.42% - RDR Class
- -3.42% - Super Institutional Class
- -0.21% - SGD Retail Class
- -1.00% - EUR Institutional Class

During this period the underlying currency, Indian Rupee ("INR") depreciated by 5.88% against the US Dollar ("USD").

Market Commentary

Globally, most large economies have announced fiscal and monetary measures to support their respective economies, which have been severely hit by the Covid-19 pandemic. The US-China rift has widened affecting the trade deal and resulting in further uncertainty. China faces many obstacles to continued economic growth. Australia is facing its first recession in almost 30 years, despite the aggressive policy easing. The unemployment rate is likely to rise above the global financial crisis peaks in Asian countries. Asia's manufacturing PMI data is projecting weaker economic activity while supply disruptions developed in March and April, and have continued after the reporting date. European countries have tweaked their investment regulations to protect domestic cheaper valuations of corporates and avoid opportunistic investments by other countries during the deep recession. China has the highest non-financial corporate debt in Asia with severe credit quality issues.

Domestically, RBI has undertaken unprecedented conventional and unconventional measures to combat financial stability and support growth. In its first phase it initiated a 75bps cut in the repo rate to 4.40%, a 90bps cut in reverse repo rate to 4%, and a 100bps reduction in the cash reserve ratio to 3%, along with targeted Long-term Repo Operations (LTROs) and other forbearance measures. In its second tranche of measures RBI launched a more calibrated TLTRO-2.0 (Targeted Long-Term Repo Operations) programme designed to funnel an additional INR500bn of liquidity to shadow banks and reduced the reverse repo rate by another 25bp to 3.75% (widening the policy corridor to 65bps). These measures are aimed at lowering the cost of capital, injecting more liquidity and easing financial markets.

Under TLTRO-2.0, the funds availed of by banks should be invested in investment grade bonds, commercial paper and (non-convertible debentures) of non-bank financial corporations (NBFCs), with at least 50% of that amount going to small and mid-sized NBFCs and micro finance institutions (MFIs). RBI also announced relaxations for state governments and offered refinancing facilities to public financial institutions to support the interests of regional rural banks, cooperative banks, and specialist lenders. To address the banking challenge of non-performing assets (NPAs) the RBI has effectively extended the period for classification of a NPA from 90 to 180 days.

Outlook

A weak labour market and unemployment can further weigh on consumption demand across the globe during lockdowns. In India, easier global crude oil prices have given the government a chance to generate the majority of its revenue by maintaining domestic prices at elevated levels and increasing its share of taxes at central and state levels. This will be advantageous for government funding in circumstances where economic growth is severely impacted.

Overall, the bond market will take cues from RBI's actions to keep easing policy using both conventional and unconventional levers along with government fiscal announcements to calm down the present situation. Going forward, we believe the local fixed income markets will focus on: demand in the weekly scheduled government bond auction; the possibility of further open market operations by RBI; any additional measures taken by global central banks in response to ongoing COVID-19 developments; and movement in the crude oil price. These factors are likely to determine the direction of the bond yields. Given the continuing uncertainty around the COVID-19 and its second round impact, markets may remain volatile in the near term though we expect the volatility to be much lower than what we have seen since February.

Overview of Portfolio Holdings

- Portfolio Modified Duration had gone declined from 6.98 years as of end of October 2019 to 5.34 years as of end of April 2020.
- The mix between Government and Corporate exposure changed from 72%:28% as of end of October 2019 to 76%:24% as of end of April 2020.

The fund has further reduced its stressed exposure and brought it down from 10.18% as of end of October 2019 to 5.28% as of end of April 2020. The fund has no NBFC exposure apart from the stressed securities. The major portfolio allocation to sovereign bonds (more than 70%) has helped the fund to cushion the negative impact of COVID-19 pandemic leading to an extremely risk-averse environment and elevated credit spreads.

UTI INDIAN FIXED INCOME FUND PLC

STATEMENT OF FINANCIAL POSITION

As at 30 April 2020

	Note	30 April 2020 Unaudited USD	31 October 2019 Audited USD
Assets			
Financial assets at fair value through profit or loss:			
Transferable securities	8	57,943,863	106,383,758
Receivable for investments sold		4,141,361	-
Interest receivable		1,115,931	2,384,748
Other receivables		7,941	-
Cash and cash equivalents	4	1,336,018	774,110
Total Assets		<u>64,545,114</u>	<u>109,542,616</u>
Liabilities			
Creditors – amounts falling due within one financial period:			
Investment management fee payable	7	(276,622)	(409,298)
Redemptions payable		(2,370,670)	(798,595)
Payable for investments purchased		(1,997,400)	-
Miscellaneous fee payable		(31,073)	(23,316)
Audit fee payable		(21,616)	(37,589)
Directors' fee payable	7	(2,068)	(2,408)
Depository fee payable		(16,643)	(47,939)
Professional fee payable		(6,856)	(15,758)
Administration fee payable		(40,743)	(86,043)
Transfer agency fee payable		(18,450)	(67,839)
Financial regulatory fee payable		(5,509)	(3,016)
Corporate governance service provider fee payable		(5,672)	(20,800)
Total Liabilities (excluding net assets attributable to holders of redeemable participating shares)		<u>(4,793,322)</u>	<u>(1,512,601)</u>
Net assets attributable to holders of redeemable participating shares	3	<u>59,751,792</u>	<u>108,030,015</u>

The accompanying notes form an integral part of the financial statements.

UTI INDIAN FIXED INCOME FUND PLC

STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 April 2020

	Note	30 April 2020 Unaudited USD	30 April 2019 Unaudited USD
Income			
Dividend income		12,583	22,381
Interest income		2,957,542	8,384,262
Net realised (losses)/gains on financial assets at at fair value through profit or loss		(3,298,816)	2,282,134
Net unrealised (losses)/gains on financial assets at fair value through profit or loss		(2,327,357)	10,668,927
Other income		14,541	11,554
Net Investment (loss)/income		<u>(2,641,507)</u>	<u>21,369,258</u>
Expenses			
Investment management fee	7	(439,859)	(931,941)
Depository fee		(27,870)	(91,197)
Professional fee		(19,857)	(80,014)
Administration fee		(63,602)	(110,493)
Miscellaneous fee		(29,018)	(24,779)
Transfer agency fee		(4,761)	(59,997)
Audit fee		(15,464)	(12,530)
Corporate governance service provider fee		(20,990)	(20,125)
Directors' fee	7	(18,948)	(17,995)
Financial regulatory fee		(2,493)	(6,896)
Total operating expenses		<u>(642,862)</u>	<u>(1,355,967)</u>
Operating (loss)/gain		<u>(3,284,369)</u>	<u>20,013,291</u>
Finance cost			
Income Distribution		-	(4,555,710)
Operating (loss)/gain for the financial period before taxation		<u>(3,284,369)</u>	<u>15,457,581</u>
Taxation			
Withholding Tax	6	(115,500)	(22,630)
Capital Gains Tax - Realised	6	(128,060)	(12)
Net (decrease)/increase in net assets attributable to holders of redeemable participating shares resulting from operations		<u><u>(3,527,929)</u></u>	<u><u>15,434,939</u></u>

There are no recognised gains or losses arising in the financial period other than those dealt with in the Statement of Comprehensive Income. In arriving at the results of the financial period, all amounts above relate to continuing operations.

The accompanying notes form an integral part of the financial statements.

UTI INDIAN FIXED INCOME FUND PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

For the six months ended 30 April 2020

	Note	30 April 2020 Unaudited USD	30 April 2019 Unaudited USD
Net assets attributable to holders of redeemable participating shares at the beginning of the financial period		108,030,015	197,492,484
Operating activities			
Net (decrease)/increase in net assets attributable to redeemable participating shares resulting from operations		(3,527,929)	15,434,939
Share transactions			
Proceeds from redeemable participating shares issued	5	205,872	5,915,280
Payments for redeemable participating shares redeemed	5	(44,956,166)	(37,954,665)
Net (decrease) from share transactions		(44,750,294)	(32,039,385)
Net assets attributable to holders of redeemable participating shares at the end of the financial period		<u>59,751,792</u>	<u>180,888,038</u>

The accompanying notes form an integral part of the financial statements.

UTI INDIAN FIXED INCOME FUND PLC

SCHEDULE OF INVESTMENTS

AS AT 30 APRIL 2020

Nominal	Security Description	Coupon Rate	Maturity Date	Fair Value USD	% of Net Assets
Corporate Bonds (22.94%) (2019: 26.61%)					
100,000,000	Dewan Housing Finance Corp*	9.05	09/09/2021	199,740	0.34
1,250,000,000	Dewan Housing Finance Corp*	9.25	09/09/2023	2,496,750	4.18
200,000,000	Infrastructure Leasing & Financial Services*	8.72	21/01/2025	-	-
50,000,000	Power Grid Corp of India	8.93	20/10/2028	737,320	1.23
200,000,000	Power Grid Corp of India	9.30	04/09/2029	3,028,307	5.07
250,000,000	Reliance Industries	7.17	08/11/2022	3,324,704	5.56
250,000,000	Reliance Jio Infocomm	9.00	21/01/2025	3,489,672	5.84
130,000,000	Yes Bank*	8.85	24/02/2025	432,770	0.72
250,000,000	Yes Bank*	9.00	18/10/2066	-	-
				13,709,263	22.94
Government Bonds (72.36%) (2019: 70.29%)					
700,000,000	India Government Bond	6.18	04/11/2024	9,696,537	16.23
480,000,000	India Government Bond	6.45	07/10/2029	6,543,840	10.95
500,000,000	India Government Bond	7.06	10/10/2046	6,895,771	11.54
30,000,000	India Government Bond	7.27	08/04/2026	428,933	0.72
690,000,000	India Government Bond	7.32	28/01/2024	9,870,160	16.52
130,000,000	India Government Bond	7.37	16/04/2023	1,855,996	3.11
150,000,000	India Government Bond	7.40	09/09/2035	2,138,217	3.58
50,000,000	India Government Bond	7.50	10/08/2034	717,698	1.20
250,000,000	India Government Bond	7.57	17/06/2033	3,634,719	6.08
50,000,000	India Government Bond	7.61	09/05/2030	718,794	1.20
50,000,000	India Government Bond	7.73	19/12/2034	733,935	1.23
				43,234,600	72.36
Investment Funds (1.67%) (2019: 1.57%)					
1,000,000	Goldman Sachs plc - US\$ Treasury Liquid Reserves Fund			1,000,000	1.67
				1,000,000	1.67
Total financial Assets At Fair Value Through Profit or Loss (2019: 98.47%)				57,943,863	96.97
Cash and Cash Equivalents				1,336,018	2.24
Other Net Assets				471,911	0.79
Net assets value as at 30 April 2020				59,751,792	100.00
Portfolio Analysis					% of Total Assets
Transferable securities					89.77
Other assets					10.23
Total					100.00

* A haircut has been applied to these securities, refer to Note 8.

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS

1. BASIS OF PREPARATION

These condensed interim financial statements have been prepared for the financial period ended 30 April 2020.

Statement of compliance

These condensed Financial Statements have been prepared in accordance with Financial Reporting Standard 104 'Interim Financial Reporting' ("FRS 104"), the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No. 352 of 2011) (as amended) (the "UCITS Regulations") and Irish Statute comprising the Companies Act 2014 (as amended). Accounting standards generally accepted in Ireland in preparing Financial Statements giving a true and fair view are those published by the Institute of Chartered Accountants in Ireland and issued by the Financial Reporting Council ("FRC").

The financial statements have been prepared under the historical cost basis except for financial instruments at fair value through profit or loss, which are measured at fair value.

The UTI Indian Fixed Income Fund Plc (the "Company") has continued to avail of the exemption available to open-ended investment funds under FRS 104 and is not presenting a cash flow statement.

All references to net assets throughout this document refer to net assets attributable to holders of Redeemable Participating Shares unless otherwise stated.

Accounting Policies

The accounting policies applied in preparing these financial statements are consistent with the accounting policies applied in preparing the prior annual financial statements.

2. DISTRIBUTION

The Directors are entitled to declare and pay dividends for shares in the Company. The Directors intend to declare dividends on a semi-annual basis in respect of any Shares in the Company out of capital and/or the net income of the Company and at the discretion of the Directors/or net realised gains or net realised and unrealised gains, or net income and realised gains, net of realised and unrealised losses, or net income and realised and unrealised gains, net of realised and unrealised losses, during the Accounting Period, subject to certain adjustments. Any dividend will be declared on the last Business Day in January and in July in each financial period or on such other date as may be determined by the Directors, or such other frequency as the Directors consider appropriate. The Company may commence declaring and the payment of dividends for the relevant Class twelve months following the date of the closing of the Initial Offer Period for that Class. The Directors may also determine if and to what extent dividends paid include realised capital gains and/or are paid out of capital attributable to the relevant Class. Dividends declared will be paid in cash and payment will be made to the relevant Shareholders pre-designated bank accounts, net of bank charges.

The Company declared a distribution of US\$Nil (30 April 2019: US\$4,555,710) during the financial period ended 30 April 2020.

3. NET ASSET VALUE

	30 April 2020	31 October 2019	31 October 2018
USD Institutional Class			
Net Asset Value USD	21,964,925	44,042,192	87,193,811
Number of Shares in Issue	2,693,557	5,216,252	10,150,902
Net Asset Value per Share USD	8.15	8.44	8.59
USD Retail Class			
Net Asset Value USD	31,212,200	42,544,041	74,632,772
Number of Shares in Issue	3,975,695	5,222,140	8,951,104
Net Asset Value per Share USD	7.85	8.15	8.34
USD RDR Class			
Net Asset Value USD	1,866,653	2,624,730	4,057,791
Number of Shares in Issue	230,104	312,496	474,774
Net Asset Value per Share USD	8.11	8.40	8.55
SGD Retail Class			
Net Asset Value SGD	1,335,780	2,529,607	3,972,442
Number of Shares in Issue	167,069	315,706	475,752
Net Asset Value per Share SGD	8.00	8.01	8.35
USD Super Institutional Class			
Net Asset Value USD	2,138,247	14,171,099	17,750,332
Number of Shares in Issue	257,782	1,649,960	2,032,967
Net Asset Value per Share USD	8.29	8.59	8.73
EUR Institutional Class			
Net Asset Value EUR	1,491,349	2,502,037	9,686,004
Number of Shares in Issue	183,297	304,440	1,176,807
Net Asset Value per Share EUR	8.14	8.22	8.23

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. CASH AT BANK

Cash at bank comprises current deposits with banks. The counterparty for cash at bank including overnight deposits as at 30 April 2020 and 31 October 2019 was Citi Depository Services Ireland DAC. The credit rating of Citi Depository Services Ireland DAC was A+ at 30 April 2020 (31 October 2019: A+).

In March 2015, the Central Bank introduced Investor Money Regulations (“IMR”). These regulations, which are effective 1 July 2016, detail material changes to the current rules in relation to investor money, and are designed to increase transparency and enhance investor protection. In response to these regulations, cash accounts held with a third party banking entity for collection of subscriptions, payment of redemptions and dividends for the Company were redesignated, and are now deemed assets of the Company. As of the financial period ended 30 April 2020, the balance on these cash accounts is US\$Nil (31 October 2019: US\$Nil).

5. SUBSCRIBER AND REDEEMABLE PARTICIPATING SHARES

The authorised share capital of the Fund is 300,000 redeemable non-participating shares of no par value and 500,000,000,000 participating shares of no par value. Non-participating shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Fund. The Directors have the power to allot shares up to the authorised share capital of the Company.

There are two issued Founder Shares in the Company. The Founder Shares each have full and equal voting rights. In addition, the Founder Shares have exclusive voting rights in relation to the appointment of Directors, the alteration of the Company’s share capital, the winding up of the Company, and amendments to the Memorandum and Articles of Association of the Company, except insofar as the same involves a variation of the class rights or a change to the investment objectives, policies or restrictions of the Company. The Founder Shares are not redeemable.

The Founder Shares are held by UTI International (Singapore) Private Limited and Dillon Eustace.

The issued share capital of the Fund in shares is as follows:

For the financial period ended 30 April 2020

	At 31 October 2019	Shares issued	Shares redeemed	At 30 April 2020
USD Institutional Class	5,216,252	6,733	(2,529,428)	2,693,557
USD Retail Class	5,222,140	12,462	(1,258,907)	3,975,695
USD RDR Class	312,496	-	(82,392)	230,104
SGD Retail Class	315,706	7,922	(156,559)	167,069
USD Super Institutional Class	1,649,960	-	(1,392,178)	257,782
EUR Institutional Class	304,440	-	(121,143)	183,297
Total	13,020,994	27,117	(5,540,607)	7,507,504

For the financial year ended 31 October 2019

	At 31 October 2018	Share s issued	Shares redeemed	At 31 October 2019
USD Institutional Class	10,150,900	449,540	(5,384,188)	5,216,252
USD Retail Class	8,951,104	732,884	(4,461,848)	5,222,140
USD RDR Class	474,774	3,602	(165,880)	312,496
SGD Retail Class	475,752	10,226	(170,272)	315,706
USD Super Institutional Class	2,032,967	116,139	(499,146)	1,649,960
EUR Institutional Class	1,176,807	164,606	(1,036,973)	304,440
Total	23,262,304	1,476,997	(11,718,307)	13,020,994

6. TAXATION

Under current law and practice, the Fund qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable for Irish tax on its income or capital gains. However, Irish tax can arise on the happening of a “chargeable event” in the Fund. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish tax will arise in respect of chargeable events in respect of:

- (a) a Shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company or the Company has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations; and
- (b) certain exempted Irish tax resident shareholders who have provided the Fund with the necessary signed statutory declarations.

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. TAXATION (CONTINUED)

Dividends, interest and capital gains (if any) received on investments made by the Fund may be subject to taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Fund or its shareholders.

For the financial period ended 30 April 2020, the Company incurred capital gains taxes of US\$128,060 (30 April 2019: US\$12) and withholding tax of US\$115,500 (30 April 2019: US\$22,630).

7. RELATED PARTIES

FRS 102 “Related Party Disclosures” requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity.

A related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged.

(a) Entities with significant influence over the Company

The Company has appointed UTI Asset Management Company Limited (the “Investment Advisor”) as Investment Advisor of the Company. The Investment Advisor fees will be paid out of the fees of the Investment Manager.

The Company has delegated responsibility for the investment and re-investment of the Company’s assets to the Investment Manager, UTI International (Singapore) Private Limited. During the financial period ended 30 April 2020 US\$439,859 fees were incurred (30 April 2019: US\$931,941) and US\$276,622 was payable to the Investment Manager at the financial period end (31 October 2019: US\$409,298).

The employees of the Investment Manager hold 56.06 shares (31 October 2019: 56.06 shares) with a value of US\$454.77 (31 October 2019: US\$470.86) as at the financial period ended 30 April 2020.

The amounts payable by the Fund to related parties at 30 April 2020 and 31 October 2019 are disclosed in the Statement of Financial Position.

(b) Key management personnel of the Fund

The Directors’ fees for the financial period are disclosed in the Statement of Comprehensive Income. During the financial period ended 30 April 2020 US\$18,948 (30 April 2019: US\$17,995) was incurred and US\$2,068 (31 October 2019: US\$2,408) was payable at the financial period end.

(c) Significant Shareholders

There were no Shareholders with significant holdings of at least 20 percent of the Company at 30 April 2020.

The following table details the number of Shareholders with significant holdings of at least 20 percent of the Company and the aggregate value and percentage of that holding at 31 October 2019.

At 31 October 2019

Fund	Number of Shareholder	Value of Holding USD	Holding % of Fund
UTI Indian Fixed Income Fund	1	3,194,986	24.54%

Dealings with Connected Parties

Regulation 41 of the UCITS Regulations “Restrictions of transactions with connected persons” states that “A responsible person shall ensure that any transaction between a UCITS and a connected person is conducted a) at arm’s length; and b) in the best interest of the unit-holders of the UCITS”.

As required under UCITS Regulation 78.4, the Directors, as responsible persons are satisfied that there are in place arrangements, evidenced by written procedures, to ensure that the obligations that are prescribed by Regulation 41(1) are applied to all transactions with a connected party; and all transactions with a connected parties that were entered into during the financial period to which the report relates complied with the obligations that are prescribed by Regulation 41(1).

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. FAIR VALUE HIERARCHY

FRS 102 Section 11.27 on “Fair Value: Disclosure” requires disclosure relating to the fair value hierarchy in which fair value measurements are categorised for assets and liabilities. The disclosures are based on a three-level fair value hierarchy for the inputs used in valuation techniques to measure fair value.

The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements, using a quantitative and qualitative analysis of those instruments recognised at fair value based on a three-level measurement hierarchy.

The fair value hierarchy has the following levels as defined under FRS 102 Section 34.22:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair valuation hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability. The determination of what constitutes “observable” requires significant judgement by the Company. The Company considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. Investments, whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include active listed equities, exchange traded derivatives, US government treasury bills and certain non-US sovereign obligations. The Company does not adjust the quoted price for these instruments.

Financial instruments that do not have quoted market prices or that trade in markets that are not considered to be active but are valued based on market information, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include investment-grade corporate bonds and certain non-US sovereign obligations, listed equities and over the counter derivatives. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

The following table is a summary of the fair value hierarchy applied under FRS 102 in valuing the Company’s financial assets and liabilities measured as at 30 April 2020 and 31 October 2019.

30 April 2020	Level 1	Level 2	Level 3	Total
	USD	USD	USD	USD
Financial assets at fair value through profit or loss				
Government Bonds	-	43,234,600	-	43,234,600
Corporate Bonds	-	10,580,003	3,129,260	13,709,263
Investment Funds	1,000,000	-	-	1,000,000
Total financial assets at fair value through profit or loss	1,000,000	53,814,603	3,129,260	57,943,863
31 October 2019	Level 1	Level 2	Level 3	Total
	USD	USD	USD	USD
Financial assets at fair value through profit or loss				
Government Bonds	-	75,931,229	-	75,931,229
Corporate Bonds	-	18,213,526	10,539,003	28,752,529
Investment Funds	1,700,000	-	-	1,700,000
Total financial assets at fair value through profit or loss	1,700,000	94,144,755	10,539,003	106,383,758

The level 3 valuation assessments are the outcome of UTI’s investment committee which examines various market linked factors including credit and liquidity.

During the financial period ended 30 April 2020, the credit rating of the Dewan Housing Finance corporate debt positions were downgraded. In accordance with the valuation policy of the fund when such positions are downgraded the positions will be priced by management in accordance with the valuation policy. As of 30 April 2020, management have valued the DHFL positions at 15% of par which equates to \$2,696,490 (2019: \$2,855,048). In valuing the positions management have considered the recoverability of the positions including taking into account any insolvency proceedings, restructuring arrangements, available broker quotes and the guidelines of the AMFI valuation committee.

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8. FAIR VALUE HIERARCHY (CONTINUED)

Due to the continuing dislocation in the financial services market, leading to a lack of sufficient liquidity in the bonds of Yes Bank, as of 20 April 2020 management have decided to markdown the Yes Bank AT-1 bond to 25% of par which equates to \$432,770 (2019: \$4,582,175). Similarly Yes Bank Infra bond has been marked down to \$Nil (2019: \$3,101,780).

The Infrastructure Leasing & Financial Services bond has been valued at \$Nil (2019: \$Nil).

9. EFFICIENT PORTFOLIO MANAGEMENT

In accordance with UCITS Regulation 58, the Company may employ techniques and instruments relating to transferable securities for efficient portfolio management purposes including repurchase/reverse repurchase agreements and security lending arrangements.

Where considered appropriate, the Investment Manager will enter into forward currency contracts and cash settled futures contracts for efficient portfolio management on behalf of the Company and/or a Class of Shares within the Company to protect against exchange risks and/or to alter the currency exposure characteristics of transferable securities within the conditions and limits laid down by the Central Bank from time to time.

10. SOFT COMMISSION ARRANGEMENTS AND DIRECT BROKERAGE ARRANGEMENTS

No soft commission arrangements and direct brokerage arrangements were entered into during the financial period ended 30 April 2020 or during the financial period ended 30 April 2019.

11. EXCHANGE RATES

The following exchange rates were used to convert the instruments and other assets and liabilities denominated in currencies other than the base currency.

	30 April 2020	31 October 2019	30 April 2019
	USD	USD	USD
Euro	0.919	0.897	0.892
Indian Rupee	75.098	70.927	69.638
Singapore Dollar	1.410	1.361	1.361

12. CONTINGENT LIABILITY

There were no contingent liabilities at 30 April 2020 (31 October 2019: Nil).

13. COMMITTED DEALS

There were no committed deals at 30 April 2020 (31 October 2019: Nil).

14. SIGNIFICANT EVENTS DURING THE FINANCIAL PERIOD

During the financial period ended 30 April 2020, the credit rating of the Dewan Housing Finance corporate debt positions were downgraded. In accordance with the valuation policy of the fund when such positions are downgraded the positions will be priced by management in accordance with the valuation policy. As of 30 April 2020, management have valued the DHFL positions at 15% of par which equates to \$2,696,490 (2019: \$2,855,048). In valuing the positions management have considered the recoverability of the positions including taking into account any insolvency proceedings, restructuring arrangements, available broker quotes and the guidelines of the AMFI valuation committee.

Due to the continuing dislocation in the financial services market, leading to a lack of sufficient liquidity in the bonds of Yes Bank, as of 20 April 2020 management have decided to markdown the Yes Bank AT-1 bond to 25% of par which equates to \$432,770 (2019: \$4,582,175). Similarly Yes Bank Infra bond has been marked down to \$Nil (2019: \$3,101,780).

The Infrastructure Leasing & Financial Services bond has been valued at \$Nil (2019: \$Nil).

During the period the Fund had large redemptions amount totaling US\$44,956,166.

There have been no other significant events during the financial period.

15. SIGNIFICANT EVENTS SINCE THE FINANCIAL PERIOD END

There have been no significant events since the financial period end.

UTI INDIAN FIXED INCOME FUND PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

16. APPROVAL OF THE FINANCIAL STATEMENTS

The Directors approved the financial statements on 15 June 2020.

UTI INDIAN FIXED INCOME FUND PLC

APPENDIX 1 - SUPPLEMENTARY INFORMATION

INFORMATION FOR INVESTORS IN NORWAY AND SWITZERLAND

Following a guideline from the Swiss Funds Association (the “SFA”) dated 27 July 2004; the Investment Manager is required to supply performance data in conformity with these guidelines. This data can be found below:

Total Expense Ratio for the six months ended 30 April 2020

UTI Indian Fixed Income Fund	30 April 2020	30 April 2019
	Total Expense Ratio	Total Expense Ratio
USD Institutional Class	1.13%	1.14%
USD Retail Class	1.57%	1.59%
USD RDR Class	1.14%	1.14%
SGD Retail Class	1.58%	1.59%
USD Super Institutional Class	1.07%	1.14%
EUR Institutional Class	1.12%	1.14%

UTI INDIAN FIXED INCOME FUND PLC

APPENDIX 2 - SCHEDULE OF PORTFOLIO CHANGES FOR THE SIX MONTHS ENDED 30 APRIL 2020

Listed below are the largest cumulative investment purchases and sales during the financial period ended 30 April 2020 in excess of 1% of total purchases and in excess of 1% of total sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20.

Largest Purchases	Maturity Date	Quantity	Value USD
India Government Bond 6.45%	07/10/2029	4,430,000,000	61,545,626
India Government Bond 7.32%	28/01/2024	3,650,000,000	52,655,895
India Government Bond 7.57%	17/06/2033	2,000,000,000	29,410,058
India Government Bond 7.37%	16/04/2023	1,950,000,000	28,283,054
India Government Bond 6.18%	04/11/2024	1,530,000,000	21,304,639
Goldman Sachs plc - US\$ Treasury Liquid Reserves Fund	-	6,512,583	6,512,583
India Government Bond 6.35%	02/01/2020	250,000,000	3,526,689
India Government Bond 6.84%	19/12/2022	50,000,000	714,596
India Government Bond 7.27%	08/04/2026	30,000,000	410,117

Largest Sales	Maturity Date	Quantity	Value USD
India Government Bond 7.32%	28/01/2024	3,710,000,000	54,974,232
India Government Bond 6.45%	07/10/2029	3,950,000,000	54,820,749
India Government Bond 7.57%	17/06/2033	2,750,000,000	41,023,062
India Government Bond 7.37%	16/04/2023	1,820,000,000	26,976,418
India Government Bond 7.40%	09/09/2035	1,350,000,000	19,639,325
India Government Bond 6.18%	04/11/2024	830,000,000	11,872,112
India Government Bond 7.06%	10/10/2046	850,000,000	11,835,447
Goldman Sachs plc - US\$ Treasury Liquid Reserves Fund	-	7,212,583	7,212,583
India Government Bond 7.50%	10/08/2034	450,000,000	6,565,339
Yes Bank 8.85%	24/02/2025	370,000,000	4,400,156
India Government Bond 6.35%	02/01/2020	250,000,000	3,626,172
ICICI Bank 9.20%	17/03/2066	250,000,000	3,260,004
Shriram Transport Finance Co 8.25%	18/02/2020	150,000,000	2,103,900
Yes Bank 9.00%	18/10/2066	150,000,000	1,672,228
Axis Bank 7.60%	20/10/2023	100,000,000	1,395,246
India Government Bond 6.84%	19/12/2022	50,000,000	717,628
India Government Bond 7.26%	14/01/2029	40,000,000	599,812

A copy of the list of changes in the portfolio during the reference period may be obtained free of charge from the Company's Administrator.