

Eighth Amendment to Investment Valuation Policy & Procedure (“Valuation Policy”) of Invesco Mutual Fund:

Sr. No#	Reference to Annexure I of the Valuation Policy	Existing Provisions	Revised Provisions
1.	Non-traded /Thinly traded Equity and Equity Related Securities (Including Redeemable Preference shares and Cumulative Convertible Preference Share (CCPS), Partly Paid-up Equity Shares)	<p>Thinly traded equity/equity related security is defined as, when trading in an equity/equity related security (such as convertible debentures, equity warrants, etc.) in a month is both less than Rs. 5 lacs and the total volume is less than 50,000 shares.</p> <p>Securities shall be valued in ‘good faith’ on the basis of the valuation procedure laid down by the Valuation Committee.</p> <p>In case security is not traded for 30 days the same shall be valued as below:</p> <p>(a) Based on the latest available Balance Sheet, net worth shall be calculated as follows:</p> <p>(b) Net Worth per share = [share capital+ reserves (excluding revaluation reserves) - Misc. expenditure and Debit Balance in P&L A/c] Divided by No. of Paid up Shares.</p> <p>(c) Average capitalization rate (P/E ratio) for the industry based upon either BSE or NSE data (which should be followed consistently and changes, if any noted with proper justification thereof) shall be taken and discounted by 75% i.e. only 25% of the Industry average P/E shall be taken as capitalization rate (P/E ratio). Earnings per share (EPS) of the latest audited annual accounts will be considered for this purpose.</p>	<p>Thinly traded equity/equity related security is defined as, when trading in an equity/equity related security (such as convertible debentures, equity warrants, etc.) in a month is both less than Rs. 5 lacs and the total volume is less than 50,000 shares.</p> <p>Securities shall be valued in ‘good faith’ on the basis of the valuation procedure laid down by the Valuation Committee.</p> <p>In case security is not traded for 30 days the same shall be valued as below:</p> <p>(a) Based on the latest available Balance Sheet, net worth shall be calculated as follows:</p> <p>(b) Net Worth per share = [share capital+ reserves (excluding revaluation reserves) - Misc. expenditure and Debit Balance in P&L A/c] Divided by No. of Paid up Shares.</p> <p>(c) Average capitalization rate (P/E ratio) for the industry based upon either BSE or NSE data (which should be followed consistently and changes, if any noted with proper justification thereof) shall be taken and discounted by 75% i.e. only 25% of the Industry average P/E shall be taken as capitalization rate (P/E ratio). Earnings per share (EPS) of the latest audited annual accounts will be considered for this purpose.</p> <p>(d) The value as per the net worth value per share and the capital</p>

		<p>(d) The value as per the net worth value per share and the capital earning value calculated as above shall be averaged and further discounted by 10% for ill- liquidity so as to arrive at the fair value per share.</p> <p>(e) In case the EPS is negative, EPS value for that year shall be taken as zero for arriving at capitalized earning.</p> <p>(f) In case where the latest balance sheet of the company is not available within nine months from the close of the year, unless the accounting year is changed, the shares of such companies shall be valued at zero.</p> <p>(g) In case an individual security accounts for more than 5% of the total assets of the scheme, an independent valuer shall be appointed by Board of Invesco Trustee Pvt. Ltd for the valuation of the said security.</p>	<p>earning value calculated as above shall be averaged and further discounted by 10% for ill-liquidity so as to arrive at the fair value per share.</p> <p>(e) In case the EPS is negative, EPS value for that year shall be taken as zero for arriving at capitalized earning.</p> <p>(f) In case where the latest balance sheet of the company is not available within nine months from the close of the year, unless the accounting year is changed, the shares of such companies shall be valued at zero.</p> <p>(g) In case an individual security accounts for more than 5% of the total assets of the scheme, an independent valuer shall be appointed by Board of Invesco Trustee Pvt. Ltd for the valuation of the said security.</p> <p>(h) Partly paid-up equity shares shall be valued at Underlying Equity price as reduced by the balance call money payable. Further, suitable illiquidity discount, if deemed necessary, shall be applied with approval from valuation committee.</p>
2	Right entitlements	<p>Right entitlements will be valued as difference between the value of closing price of the underlying equity share and the rights offer price.</p> <p>i) In case the Rights Offer Price is greater than the ex-rights price, the value of the rights share is to be taken as zero.</p>	<p>Right entitlements both fully paid and partly paid will be valued as difference between the value of closing price of the underlying equity share and the rights offer price.</p> <p>i) In case the Rights Offer Price is greater than the ex-rights price, the value of the rights share is to be taken as zero.</p>

		<p>ii) If the rights are traded separately then the traded price is the valuation price</p> <p>iii) If the rights are derived out of non-traded shares or unlisted shares, then the rights would be valued at zero market price</p> <p>However suitable illiquidity discount will be applied on Right entitlement from Ex-date till the date of listing/traded price is available</p>	<p>ii) If the rights are traded separately then the traded price is the valuation price</p> <p>iii) If the rights are derived out of non-traded shares or unlisted shares, then the rights would be valued at zero market price</p> <p>However suitable illiquidity discount will be applied on Right entitlement from Ex-date till the date of listing/traded price is available</p>
3	Bank Fixed Deposits, CBLO, Reverse Repo	Bank Fixed Deposits, CBLO, Reverse Repo securities will be valued at cost plus accruals/ amortization.	<p>Bank Fixed Deposits and securities which form part of a Reverse Repo transaction will be held at Book Cost and Interest accrual will be done separately.</p> <p>CBLO will be valued at Amortized cost.</p>