

MARKET LINKED DEBENTURES

Kindly note, this document is not an offer of debentures, it illustrates how market linked debentures work

HOW DOES IT WORK?

Market Linked Debentures are aimed at providing targeted pay-off/ROI to investors

The issuer manages underlying risk by taking suitable positions in Futures and/or Options contract so that targeted returns can be generated.

Market Linked Debentures are issued under private placement guidelines. The investor receives debentures in Demat account.

Taxation – Gains/Returns at maturity are taxed as per investors tax slab

WHY ABANS FOR MLD?

- Abans Group has 2 listed companies, Abans Enterprises Ltd (listed on BSE) and Abans Holdings Limited (listed on BSE and NSE)
- Group net worth is more than ₹1,000 Crs and Debt/Equity ratio less than 30% as on December 2023
- 2 decades of Asset Management experience across equities, commodities, currencies and derivatives in Indian and Global Markets
- 20+ MLDs linked with Nifty matured in the last 5 years with average yearly outperformance of 2% - 7% net of all fees
- Product innovation through individual stock/commodity/interest rates linked MLDs

FIXED INCOME STRATEGY

- Tenure: 15 Months
- Payoff: 10% Coupon p.a

Product Name	10% Coupon p.a	
Issuer	Abans Jewels Limited	
Underlying	Government Security: 7.95% GS, ISIN - IN0020020106, maturing on 28/08/2032	
Instrument	Market Linked, Secured, Principal Protected, Unrated, Unlisted, Redeemable, Non Convertible Debentures	
Tenor(days)	456 days (Redemption Date – 06/12/2025)	
ISIN	TBA (Series 104)	
Issue Type	New Issue	
Initial Fixing Level	Closing Value (Price) of the underlying on 06-09-2024 (106.52)	
Final Fixing Level	Closing Value (Price) of the underlying on 05-12-2025	
Contingent Coupon	12.49%	
Coupon Payoff	If Final Fixing Level is at or above 25% of Initial Fixing Level	Contingent Coupon
	If Final Fixing Level is below 25% Initial Fixing Level	Nil

SCENARIO ANALYSIS

INITIAL GSEC (Price) – 106.52

Final Gsec Price	GSec Return (Absolute)	Product Return (Absolute)	Product Return (CAGR)
0.00	-100%	0.00%	0.00%
25.56	-76.00%	0.00%	0.00%
26.63	-75.00%	12.49%	9.88%
106.52	0.00%	12.49%	9.88%
111.85	5.00%	12.49%	9.88%
117.17	10.00%	12.49%	9.88%
127.82	20.00%	12.49%	9.88%
133.15	25.00%	12.49%	9.88%
149.13	40.00%	12.49%	9.88%
159.78	50.00%	12.49%	9.88%

*Debentures will be transferred within 20 working days of trade

OFFERING PRICE (per debenture)

Trade Date	Amount (INR)	Trade Date	Amount (INR)
01-10-2024	1,00,685	17-10-2024	1,01,123
02-10-2024	NA	18-10-2024	1,01,151
03-10-2024	1,00,740	19-10-2024	NA
04-10-2024	1,00,767	20-10-2024	NA
05-10-2024	NA	21-10-2024	1,01,233
06-10-2024	NA	22-10-2024	1,01,260
07-10-2024	1,00,849	23-10-2024	1,01,288
08-10-2024	1,00,877	24-10-2024	1,01,315
09-10-2024	1,00,904	25-10-2024	1,01,342
10-10-2024	1,00,932	26-10-2024	NA
11-10-2024	1,00,959	27-10-2024	NA
12-10-2024	NA	28-10-2024	1,01,425
13-10-2024	NA	29-10-2024	1,01,452
14-10-2024	1,01,041	30-10-2024	1,01,479
15-10-2024	1,01,068	31-10-2024	1,01,507
16-10-2024	1,01,096		

POST TAX RETURN SCENARIOS

	5% Tax Rate	10% Tax Rate	20% Tax Rate	25% Tax Rate (Corporate Tax)	30% Tax Rate
Amount Invested	1,00,000	1,00,000	1,00,000	1,00,000	1,00,000
Coupon / Yield pa	10.00%	10.00%	10.00%	10.00%	10.00%
Yearly Interest	10000	10000	10000	10000	10000
Pre Tax Amount	1,10,000	1,10,000	1,10,000	1,10,000	1,10,000
Gain (Pre Tax)	10000	10000	10000	10000	10000
Tax Rate	5.00%	10.00%	20.00%	25.00%	30.00%
Tax Amount	500	1000	2000	2500	3000
Post Tax Amount	1,09,500	1,09,000	1,08,000	1,07,500	1,07,000
Gain (Post Tax)	9,500	9,000	8,000	7,500	7,000
Post Tax Return (Annualised)	9.50%	9.00%	8.00%	7.50%	7.00%

*TDS of 10% deducted on gain at maturity. **Please refer Section 50AA of Income Tax Act and seek advice from your tax advisor regarding taxation on your investment.