

Fund Selection & Recommendation Policy

August 14, 2025

Objective

The objective of this policy is to ensure investor-first, consistent, and auditable recommendations in line with the SEBI Master Circular for Mutual Funds (2023/24) and AMFI Code of Conduct & Due Diligence Questionnaire (DDQ). Future Vista aims to select suitable products, disclose associated risks and costs transparently, and maintain documentary evidence of all recommendations.

Scope

This policy applies to all employees, EUIN holders who:

- Inform or distribute mutual fund schemes (Equity, Hybrid, Debt, Liquid, ELSS, ETFs, SIF-linked).
- Prepare product notes, portfolio reviews, or model portfolios.
- Engage with investors for PMS or SIF products through authorized partners.

Fund Selection Criteria

Future Vista follows a structured approach to shortlist and recommend mutual funds:

- **Eligibility:**
 - Only SEBI-registered AMCs and purchase-enabled schemes.
 - Refer to track record of performing Asset Management Companies.
- **Screening Parameters:**
 - Category consistency
 - Risk-adjusted returns above category benchmark
 - Portfolio quality checks: diversification, credit profile, and liquidity.
- **Exclusion Criteria:** Funds under SEBI/AMFI observation, restricted, or suspended for transactions are automatically excluded.
- **Final Selections of Schemes:**

The information provided is limited to MF products that are being distributed by Future Vista and the clients may also consider other alternate products not offered by Future Vista before making the investment decisions.

- **Investment Process:**

We check the KYC status and then proceed for creation of online IIN account with NSE NMF and ACH. Once this is approved by client then we proceed for investments. At the time of investments, we share his virtual id details and options for investments. Client can choose the investments options – Online OR Offline/ Physical.

Online Transactions which involve direct payment to AMCs/ RTAs - We share with the client his virtual account ID and the NSE NMF bank details. Once the client remits the money to this account, he shares with us RTGS bank details on email. Then the purchase entry will be done online through NSE NMF and we get it approved by the client. This entry is mapped by NSE NMF platform for the online funds transfer by the client and then feeds are sent to RTA for generation of Folio, purchase transaction details.

In case of physical/ Offline Transaction- We accept cheques favoring AMCs/ Schemes along with common application form/ Common Transaction form.

Core Principles

- **Compliance-First:** Only SEBI-registered AMCs and approved schemes are used for transactions via NSE NMF II, or AMC/RTA portals with EUIN capture.
- **Evidence-Based:** Scheme suggestions are supported by peer analysis, rolling performance, and risk-adjusted metrics (Sharpe, Sortino, Alpha).
- **Transparency:** Trail-only commissions are disclosed; no assured or indicative returns are communicated.
- **Documentation:** Every suggestion is supported by a written rationale, maintained permanently with client records.

Peer Comparison & Evaluation

Each shortlisted fund is compared with its peers within the same category, evaluating:

- Expense ratio and exit load.
- Portfolio diversification, style, duration/credit mix, and fund manager consistency.

All data points are mentioned in the Fund Fact Sheet :

Suitability & Risk Mapping

- Each client's Risk Profile are mapped to suitable categories.
- For hybrid schemes, asset allocation must match the investor's profile and time horizon.

Disclaimer

Future Vista is an AMFI-registered Mutual Fund Distributor (ARN-79317 Valid from), AMFI-registered SIF Distributor (ARN-79317), and APMI-registered PMS Distributor (APRN07089 Valid from 31/07/2025 To 30/07/2028). We provide incidental advisory services only. No indicative or assured returns are offered. Mutual Fund investments are subject to market risks. Read all scheme-related documents carefully. For personalized investment advice, consult a SEBI-registered Investment Adviser.