JIO BLACKROCK ASSET MANAGEMENT PRIVATE LIMITED

Policy on Market Making in ETFs

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I. Introduction

This Policy is pursuant to clause 4.5.1 read with Annexure 2 of the SEBI Master Circular for Mutual Funds dated March 20, 2026 ("Master Circular") and subsequent guidelines and circulars issued by SEBI from time to time. The following broad principles shall be followed by Jio BlackRock Asset Management Private Limited ("the AMC") while designing the Market Making Framework in ETFs.

II. Obligations of AMC

AMC shall comply with the following obligations:

a. AMC shall appoint at least two Market Makers (MMs), who are members of the Stock Exchanges, for ETFs to provide continuous liquidity on the stock exchange platform. MM shall transact with AMC only in multiples of creation unit size.
b. AMCs shall facilitate in-kind creation and redemption of units of ETFs (including Debt ETFs) by MMs on a best effort basis.
c. Enter into an agreement with at least two Market Makers (MMs) for each of its ETFs
d. Selection of MMs shall be based on various criteria like experience in the capital market, capital adequacy, net worth, infrastructure, volume of business, ability to align with JioBlackRock operating model and requirements towards trades etc.

III. Obligation and Responsibilities of MMs

a. Quote: MM are required to mandatorily provide two-way quotes during such minimum time frame for which the MM are required to make market. MM shall guarantee execution of orders at quoted price and quantity for quotes given by it.
b. Minimum timeframe: The minimum time frame for which the MM is required to make the market shall be 75% of the time during market hours of a trading day. MM shall also be mandated to be present in the Best Buy/Sell order/quote.

IV. Information to be collected from Stock Exchanges

AMC to collect the necessary information from stock exchanges as prescribed under the Master Circular, on daily basis: .

a. Total quantity traded by the MM in a particular ETF and its % trade to total quantity traded in the market of that ETF.
b. Minimum, Maximum and Median prices at which the MM has executed the trades.
c. Minimum, Maximum and Median spread at which the MM has provided the quotes.

V. Compensation / Incentive Scheme for MM(s)

Incentives may be provided at the discretion of the AMC to Market Makers, subject to the applicable regulatory provisions.

Incentive structure may be linked to performance of the Market Makers in terms of generating liquidity in units of ETFs, bid-ask spread in units of ETFs, proximity of traded prices to iNAV and other relevant factors, based on the data obtained from stock exchanges. Fixed monthly compensation may also be given to the Market Makers, provided it does not exceed the TER.

Incentives, if any, shall be charged to the scheme within the maximum permissible limit of TER.

Currently, the AMC does not incentivize any Market Makers of the Scheme(s) of Jio BlackRock Mutual Fund. However, in the future depending upon the business or any other requirement will come out with the Incentive Scheme which would be within the maximum permissible limit of TER. Further, Stock Exchanges may also incentivize the Market Makers through Liquidity Enhancement Schemes (LES) as per the applicable provisions.

This policy shall be reviewed annually and published on the AMC website.