

Choice
Mutual Fund



ANNUAL REPORT

2025-26

www.choicemf.com

2	CORPORATE INFORMATION
3	TRUSTEE REPORT AND ANNEXURES
8	INDEPENDENT AUDITOR'S REPORT
12	BALANCE SHEET AS ON MARCH 31, 2026
13	REVENUE ACCOUNT FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
14	CASH FLOW STATEMENT FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
16	STATEMENT OF CHANGE IN NET ASSET ATTRIBUTABLE TO UNITHOLDERS OF THE SCHEME
17	MOVEMENT OF UNIT CAPITAL FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
18	NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
40	ANNEXURES FOR THE FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
45	KEY STATISTICS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026
48	PERSPECTIVE HISTORICAL PER UNIT STATISTICS AS ON MARCH 31, 2026.
50	DISCLOSURE OF PRODUCT LABEL, RISK-O-METER AND POTENTIAL RISK CLASS

CORPORATE INFORMATION

Choice Mutual Fund (A Trust under the Indian Trust Act, 1882)

SPONSOR

Choice International Limited

[CIN - L67190MH1993PLC071117]

Regd. Office:

Sunil Patodia Tower, Plot No. 156-158,
J.B. Nagar, Andheri (East),
Mumbai, Maharashtra, India - 400099

Website: www.choiceindia.com

TRUSTEE

Choice Trustees Services Private Limited

[CIN - U66190MH2025PTC440639]

Regd. Office:

Sunil Patodia Tower, Plot No. 156-158,
J.B. Nagar, Andheri (East),
Mumbai City - 400099, Maharashtra, India

DIRECTORS OF CHOICE TRUSTEES SERVICES PRIVATE LIMITED

Mr. Durgesh Kumar Kabra	Independent Director
Mr. Satya Ranjan Prasad	Independent Director
Mr. Satish Chandra	Independent Director
Mr. Kamal Poddar	Associate Director

INVESTMENT MANAGER

Choice AMC Private Limited

[CIN - U66190MH2007PTC177075]

Regd. Office:

1st Floor, Sunil Patodia Tower, Plot No. 156-158,
J.B. Nagar, Andheri (East), Mumbai City - 400099,
Maharashtra, India

Website: <https://www.choicemf.com/>

DIRECTORS OF CHOICE AMC PRIVATE LIMITED

Mr. Ajay Rajendra Kejriwal	Associate Director
Mr. Arun Kumar Poddar	Associate Director
Mr. Krishna Majithia	Independent Director
Mr. Nagendraa Parakh	Independent Director
Mr. Raj Kumar	Independent Director
Mr. Yogesh Chadha	Independent Director

AUDITOR

M/s Chokshi & Chokshi LLP

15/17, Raghavji B Bldg, Ground Floor, Raghavji Road,
Gowalia Tank, Off Kempes Corner, Mumbai - 400036

CUSTODIAN

Orbis Financial Corporation Limited

4A Ocus Technopolis, Sector 54,
Golf Club Road, Gurgaon - 122002

FUND ACCOUNTANT

SBI SG Global Securities Services Pvt. Ltd.

"B Wing", Jeevan Seva Annexe, LIC Complex,
S V Road, Santacruz (West), Mumbai-400 054

REGISTRAR & TRANSFER AGENT

Computer Age Management Services Limited

New.10 (Old No.178), M.G.R. Salai,
Nungambakkam, Chennai - 600 034

REPORT FROM CHOICE TRUSTEES SERVICES PRIVATE LIMITED TO THE UNIT HOLDERS OF THE SCHEMES OF CHOICE MUTUAL FUND

The Board of Directors of CHOICE TRUSTEES SERVICES PRIVATE LIMITED have great pleasure in presenting the First Annual Report and the Audited Accounts of the schemes of CHOICE MUTUAL FUND (Fund) for the Financial Year ended March 31, 2026.

1. SCHEME PERFORMANCE, FUTURE OUTLOOK AND OPERATIONS OF THE SCHEMES

A. Scheme Performance

The performance of the schemes of the Fund as on March 31, 2026, is as follows:

Scheme Name	Plans & Options	NAV as on March 31, 2026 (in Rupees)	Last 1 year return %		Since inception returns %		Date of inception	Benchmark Index
			Fund	Benchmark	Fund	Benchmark		
Choice Gold ETF	Growth	145.3284	NA	NA	21.16	22.34	4-Nov-2026	Domestic Price of Gold

Past Performance may or may not be sustained in future. As the scheme (Choice Gold ETF) has not completed one year, returns shown under heading 'Since inception returns %' are in simple annualized terms which are calculated from the date of allotment.

Brief comments on the performance of the scheme

Choice Gold ETF: Since its inception, the Scheme has delivered 21.16% returns as compared to the Benchmark returns of 22.34% over the same period.

The underperformance of the scheme is largely on account of the expense accruals and is also partly contributed by the tracking error. The current assets held in form of cash and GST contributes to the tracking error. However, the Fund Manager endeavors to stay fully invested in the underlying gold holdings as much as possible. Since Inception, the Annualized Tracking Error stands at 0.84%.

Past performance may or may not be sustained in future and is not a guarantee of any future returns and should not be used as basis of comparison with other investments.

B. Operations of the Scheme

During the financial year 2025- 26, Choice AMC Private Limited launched the following open ended scheme in the market:

S. No	Scheme Name	Scheme Type	Structure
1	Choice Gold ETF	An open-ended Exchange Traded Fund scheme replicating / tracking domestic price of Gold	Open-ended

The Assets under Management of the schemes of CHOICE MUTUAL FUND as at March 31, 2026 was Rs. 53.04. crores. The total number of investor folios under all schemes of CHOICE MUTUAL FUND as at March 31, 2026 were 17315.

C. Future Outlook

As Choice Asset Management Private Limited ("Choice AMC") enters FY 2026-27, we do so from a position of deliberate, purposeful beginnings. FY 2025-26 was our year of origination and FY 2026-27 will be our first full year of operations. The foundations laid – regulatory approvals secured, initial products launched, and distribution relationships getting established – all this position us to pursue measured, compounding growth in the years ahead.

The launch of Gold ETF, Nifty 50 Index Fund, Nifty Next 50 Index Fund placed us firmly in the passive investing arena – offering cost-efficient, benchmark-tracking access to India's two most widely tracked large-cap equity indices and physical gold. These initial offerings reflect a deliberate, sequenced approach to product development – prioritizing investor familiarity and regulatory simplicity before expanding into actively managed strategies.

Backed by the institutional strength and distribution network of the Choice Group – one of India's leading diversified financial services conglomerates – Choice AMC is positioned to grow with both conviction and responsibility. Our vision is to be India's most trusted asset manager. We believe trust is earned through consistency, transparency, and an unwavering commitment to investor outcomes over market cycles.

Deepening the Product Suite: We will systematically expand our schemes across segments, evaluating each launch on benchmark quality and clarity of investor mandate. We are actively evaluating international fund structure which will complement our domestic suite.

Preparing the Foundation for Active Management: While we have launched passive schemes first, we are planning progressively for active schemes. We will launch these schemes after rigorous investment process development and regulatory validation.

Scaling Distribution with Purpose: We are actively deepening our engagement with Mutual Fund Distributor (MFD) network, strengthening our direct retail proposition, and expanding our reach in T-30/B-30 cities by leveraging the reach of the Choice Group ecosystem. Our MFD onboarding program, supported by dedicated relationship managers and digital enablement tools, aims to substantially grow our empaneled distributor base through FY 2026-27. This multi-channel approach positions the Choice AMC to serve a broader investor base, including first-time investors in T-30 and B-30 markets. Targeted investor education initiatives, simplified onboarding journeys will further lower entry barriers for new investors and distributors across geographies.

The Indian mutual fund industry stands at an extraordinary inflection point. **Choice AMC's ambition is to build AUM by earning trust: Product by Product, Investor by Investor.**

D. BRIEF BACKGROUND OF SPONSORS, FUND, THE TRUSTEE COMPANY AND THE AMC

a. Choice Mutual Fund

Choice Mutual Fund ('the Mutual Fund'/'the Fund') was set up as a Trust by the Settlor, Choice International Limited on March 20, 2025 with Choice Trustees Services Private Limited ('the Trustee') as the Trustee in accordance with the provisions of the Indian Trust Act, 1882 and is duly registered under the Indian Registration Act, 1908. The Trustee has entered into an Investment Management Agreement dated March 20, 2025, with Choice AMC Private Limited (CAMPL) to function as the Investment Manager for all the schemes of the Fund. The Fund was registered with SEBI on August 01, 2025 under Registration Code MF/087/25/13.

b. Choice International Limited

Choice Mutual Fund is sponsored by Choice International Limited. The Sponsor is the Settlor of the Mutual Fund Trust. The Sponsor have entrusted a sum of Rs. 1,00,000/- (Rupees One Lakh only) to Choice Trustees Services Private Limited (the Trustee Company) as the initial contribution towards the corpus of the Mutual Fund.

Choice International Limited ("Choice Group") is one of India's leading integrated financial services groups. Headquartered in Mumbai, it is listed on BSE Limited and the National Stock Exchange of India Limited (NSE). With a legacy spanning over three decades, the Sponsor has established itself as one of India's leading integrated financial services groups, offering stock broking and distribution of financial products, non-banking financial services, government advisory, and management consultancy.

c. Choice Trustees Services Private Limited (Including Liabilities & Responsibilities)

The Trustee is the exclusive owner of the Fund and holds the same in trust for the benefit of the unitholders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Deed of Trust. The Trustee seeks to ensure that the Fund and the schemes floated thereunder are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies.

d. Choice AMC Private Limited

Choice AMC Private Limited ("the AMC") is a private company incorporated under the provisions of the Companies Act, 1956, having its registered office at: Sunil Patodia Tower, Plot No 156-158 J.B. Nagar, Andheri (East), Mumbai 400099. Choice AMC Private Limited was erstwhile known as Choice Portfolio Management Services Private Limited. The

AMC has been appointed as the Asset Management Company to Choice Mutual Fund by the Trustee under the terms of the Investment Management Agreement (IMA) executed between the Trustee and the AMC in accordance with SEBI (Mutual Funds) Regulations, 1996.

The entire paid-up share capital of Choice AMC Private Limited is held by Choice International Limited (the Sponsor) along with its nominees

2. INVESTMENT OBJECTIVES OF THE SCHEME

Sr. No.	Name of the Scheme	Investment Objective
1.	Choice Gold ETF (An open-ended scheme replicating / tracking domestic price of Gold)	The Scheme aims to provide returns that closely correspond to the domestic price of gold, before expenses and subject to tracking errors, by investing in physical gold and gold-related instruments. However, there is no assurance or guarantee that this objective will be achieved.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies form part of the Notes to the Accounts annexed to the Balance Sheet of the Schemes in the Full Annual Report. The Accounting Policies are in accordance with Securities Exchange Board of India (Mutual Funds) Regulations, 1996.

4. UNCLAIMED DIVIDENDS AND REDEMPTIONS

There are Nil unclaimed dividends and redemptions as at March 31, 2026.

5. REDRESSAL OF COMPLAINTS RECEIVED AGAINST CHOICE MUTUAL FUND DURING 2025-26

The Statement on Status of Redressal of Complaints received against Choice Mutual Fund during the financial year 2025-26 is enclosed as Annexure 1 and forms part of the Trustee Report.

6. DISCLOSURE OF RISK-O-METER

In terms of point 17.4 of SEBI master circular no. SEBI/HO/IMD/IMD-PoD-I/P/CIR/2024/90 dated June 27, 2024, the disclosure of Risk-o-meter of schemes of Choice Mutual Fund during the financial year 2024-25 is given hereunder.

Sr. No.	Fund name	Risk-o-meter level at start of the financial year	Risk-o-meter level at end of the financial year	Number of changes in Risk-o-meter during Financial year
1	Choice Gold ETF	Very High	Very High	-

Investors should consult their financial advisors if they are not clear about the suitability of the product.

Choice Gold ETF was launched during the financial year 2025-26. The date of the inception date of the scheme is November 04, 2025.

7. STEWARDSHIP CODE, VOTING RIGHTS POLICY, SCRUTINIZER'S CERTIFICATION, DETAILS OF ACTUAL EXERCISE OF PROXY VOTES ALONG WITH SUMMARY FOR 2025-26

As per the requirements of Clause 6.16 of SEBI Master Circular for Mutual Funds Dated June 27, 2024 with regard to "Role of Mutual Funds in Corporate Governance of Public Listed Companies" read with Clause 6.16.15 of SEBI Master Circular Dated June 27, 2024 pertaining to introduction of Stewardship Code for all Mutual Funds, Choice AMC Private Limited has formulated its "Stewardship Code and Voting Rights Policy".

During FY 2025-26, Choice Mutual Fund had only launched and managed schemes under the Gold ETF category and did not have any equity-oriented schemes or investments carrying voting rights in listed companies. Accordingly, there were no voting matters requiring exercise of voting rights by the Mutual Fund during the financial year. Consequently, there are no voting disclosures to be made, no scrutinizer's certificate is required, and the Stewardship Report is not applicable for FY 2025-26.

8. STATUTORY INFORMATION

- a. The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs. 1,00,000/- for setting up the Fund, and such other accretions / additions to the same.
- b. The price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments.
- c. Full Annual Report shall be disclosed on the website (<https://choicemf.com>) and shall be available for inspection at the Head Office of the mutual fund. Present and prospective unit holder can obtain copy of the trust deed, the full Annual Report of the Fund / AMC at a price. Further, the annual report of AMC shall be available for information on website <https://choicemf.com>

ACKNOWLEDGEMENTS

The Trustees wish to thank the unit holders of the scheme for their faith in Choice Mutual Fund and also thank the Government of India, the Securities and Exchange Board of India (SEBI), the Reserve Bank of India (RBI) and the Association of Mutual Funds in India (AMFI) for the guidance provided by them.

The Trustees also thank the Sponsor – Choice International Limited, the Registrar and Transfer Agent, Fund Accountant, Custodian, Bankers, Distributors and Brokers for their unstinted support. The guidance and services provided by the Auditors, sincerity and dedication of the employees of Choice AMC Private Limited is also appreciated.

For **CHOICE TRUSTEES SERVICES PRIVATE LIMITED**

Sd/-
Mr. Kamal Poddar
Director
DIN: 01518700

Sd/-
Mr. Satya Ranjan Prasad
Director
DIN : 10896172

Place: Mumbai
Date: July 20, 2026

Annexure - 1

The report on redressal of investor complaints received by Choice Mutual Fund during the financial year 2025-26 is as follows:

Total number of folios: - 17315

Complaint code	Type of complaint#	(a) No. of complaints pending at the beginning of the year	(b) No of complaints received during the year	Action on (a) and (b)									
				Resolved					Non Actionable*	Pending			
				Within 30 days	30-60 days	60-180 days	Beyond 180 days	Average time taken ^ (in days)		0-3 months	3-6 months	6-12 months	Beyond 12 months
I A	Non receipt of amount declared under Income Distribution cum Capital Withdrawal option	0	0	0	0	0	0	0	0	0	0	0	0
I B	Interest on delayed payment of amount declared under Income Distribution cum Capital Withdrawal option	0	0	0	0	0	0	0	0	0	0	0	0
I C	Non Receipt of Redemption Proceeds	0	0	0	0	0	0	0	0	0	0	0	0
I D	Interest on delayed Payment of Redemption	0	0	0	0	0	0	0	0	0	0	0	0
II A	Non receipt of statement of Account/Units certificate	0	0	0	0	0	0	0	0	0	0	0	0
II B	Discrepancy in statement of Account	0	0	0	0	0	0	0	0	0	0	0	0
II C	Data corrections in investor details	0	0	0	0	0	0	0	0	0	0	0	0
II D	Non receipt of Annual Report Abridged Summary	0	0	0	0	0	0	0	0	0	0	0	0
III A	Wrong switch between Schemes	0	0	0	0	0	0	0	0	0	0	0	0
III B	Unauthorized Switch between Schemes	0	0	0	0	0	0	0	0	0	0	0	0
III C	Deviation from scheme attributes	0	0	0	0	0	0	0	0	0	0	0	0
III D	Wrong Or excess Charges / load	0	0	0	0	0	0	0	0	0	0	0	0
III E	Non updation of changes viz. address, PAN, Bank details nomination etc.	0	0	0	0	0	0	0	0	0	0	0	0
III F	Delay in allotment of Units	0	0	0	0	0	0	0	0	0	0	0	0
III G	Unauthorized Redemption	0	0	0	0	0	0	0	0	0	0	0	0
IV	Others	0	2	2	0	0	0	11	0	0	0	0	0

including against its authorized persons/ distributors/ employees etc.

* Non actionable means the complaint that are incomplete / outside the scope of the mutual fund.

^ Average Resolution time is the sum total of time taken to resolve each complaint in days, in the current month divided by total number of complaints resolved in the current month.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Choice Mutual Fund

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying Financial Statements of the Choice Gold ETF of Choice Mutual Fund (referred as "Scheme"), which comprises the Balance Sheet as at 31.03.2026, the Revenue Account, the statement of changes in net assets attributable to unitholders and the Statement of Cash Flow for the period ended and notes to the financial statements, including a summary of material accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements of the Scheme give a true and fair view in conformity with the accounting principles generally accepted in India, including the accounting policies and standards specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended ('the SEBI Regulations') read with SEBI Circular dated 04.02.2022 on Guidelines on Accounting with respect to Indian Accounting Standards (IND AS)
 - a. in the case of Balance Sheet, the state of affairs of the Scheme as at 31.03.2026;
 - b. in the case of the Revenue Account, of the surplus for the period 4th November 2025 to 31st March 2026; and
 - c. in the case of the Statement of Cash Flow, of the cash flows for the period 4th November 2025 to 31st March 2026.
 - d. in the case of Statement of changes in Net Assets, changes in the net assets attributable to the unit holders of the scheme for the period 4th November 2025 to 31st March 2026.

Basis for Opinion

3. We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ('ICAI'). Our responsibilities under those SAs are further described in the 'Auditor's Responsibilities for the Audit of Financial Statements' section of our report. We are independent of the Scheme in accordance with the 'Code of Ethics' issued by the ICAI together with the ethical requirements that are relevant to our audit of the Financial Statements under the SEBI Regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements for the financial year ended 31.03.2026. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Description of Key Audit Matters

Sr. No.	Key audit matter	How our audit addressed the key audit matter
1	Existence of investments The investments held by the Scheme as at 31.03.2026 mainly comprised of gold. There is a risk on existence of investments not determined appropriately. Accordingly, the existence of investments is considered as a key audit matter.	We performed the following procedures in relation to existence of investments: - Assessed the design and implementation of controls over existence of investments. - On a sample basis, tested the key controls set up by Management on existence of Investments. - Reconciled the quantity held as per books of account with the confirmation/statements of custodians as at 31.03.2026. - Assessed the disclosures in the financial statements are in accordance with the SEBI Regulations.
2	Information Technology systems and controls The reliability of Information Technology ('IT') systems plays a key role in the business operations in a Mutual Fund. Since large volume of transactions are processed, the IT controls are required to ensure that systems process data as expected and that changes are made in an appropriate manner. The IT infrastructure is critical for smooth functioning of the Fund's business operations as well as for timely and accurate financial accounting and reporting. Due to the pervasive nature and complexity of the IT environment and large volume of transactions we have considered IT systems and controls as a key audit matter.	Our audit procedures focused on the IT infrastructure and applications relevant to financial reporting of the Fund. We performed the following procedures: We assessed the information systems used by the Fund for IT General Controls (ITGC) and IT Application Controls (ITAC); We obtained an understanding of the process, evaluated the design of IT systems and tested the operating effectiveness of the controls. Performed tests of controls (including other compensatory controls wherever applicable) on the IT application controls and IT dependent manual controls of the system; and Tested the design and operating effectiveness of compensating controls, wherever required.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Board of Directors of Choice Trustees Services Private Limited (hereinafter referred to as 'the Trustee Company'), being the Scheme's Trustees, and Choice AMC Private Limited (hereinafter referred to as 'the AMC'), being the Scheme's asset manager, are responsible for the other information. The other information comprises the information included in the Trustees' Report, but does not include the Financial Statements and our auditor's report thereon. The Trustees' report is expected to be made available to us after the date of this auditor's report.
- Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.
- When we read the Trustees' Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

9. The Board of Directors of the Trustee Company and the AMC are responsible for the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, cash flows and changes in the net assets attributable to unitholders of the Scheme in accordance with the accounting principles generally accepted in India, including accounting policies and standards as specified in the Ninth Schedule of the SEBI Regulations. This responsibility also includes the maintenance of adequate accounting records in accordance with the SEBI Regulations for safeguarding the assets of the Scheme and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
10. In preparing the Financial Statements, the Board of Directors of the Trustee Company and the AMC are responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Scheme or to cease operations of a Scheme, or has no realistic alternative but to do so.
11. The Board of Directors of the Trustee Company and the AMC are also responsible for overseeing the Scheme's financial reporting process.

Auditor's Responsibility for the Audit of Financial Statements

12. Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.
13. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

14. As required by Regulation 55(4) and clause 5(ii)(2) of the Eleventh Schedule of the SEBI Regulations, we report that:

- a) We have sought and obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) The Balance Sheet, the Revenue Account, the Statement of Cash Flow and the Statement of Changes in Net Assets attributable to unitholders dealt with by this Report are in agreement with the books of account of the Scheme; and
- c) In our opinion, the Balance Sheet and Revenue Account dealt with by this report have been prepared in accordance with the accounting policies and standards as specified in the Ninth Schedule to the SEBI Regulations.

15. As required by the Eight Schedule of the SEBI Regulations, we report that:

- a) In our opinion, and on the basis of information given to us, the methods used to value non-traded securities as at 31.03.2026, where applicable, are in accordance with the SEBI Regulations and other guidelines approved by the Board of Directors of the Trustee Company and are fair and reasonable.

For Chokshi & Chokshi LLP
Chartered Accountants
Firm's Registration No: 101872W/W100045

Sd/-

Mr. Amrish Thakker

Partner

Membership No. 123069

UDIN: 26123069LBHJFM5743

Place: Mumbai

Date: July 20, 2026

BALANCE SHEET AS AT MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

	Note No.	Choice Gold ETF As at March 31, 2026
Assets		
Financial Assets		
Cash and cash equivalents	4	11.11
Balances with Bank/(s)	5	0.45
Derivative financial instruments	6	-
Receivables	7	5.04
Investments	8	5,179.92
Other Financial assets	9	2.89
Non-Financial Assets		
Investment property		-
Other Non -Financial assets	10	242.29
Total Assets (A)		5,441.70
Financial Liabilities		
Derivative financial instruments	11	-
Payables	12	-
Borrowings	13	-
Other Financial Liabilities	14	7.83
Non-Financial Liabilities		
Provisions		
Other Non-Financial Liabilities	15	129.68
Total Liabilities (B)		137.51
Net assets attributable to holder of redeemable units		5,304.19

The Notes referred to herein form an integral part of the Balance Sheet

For Chokshi & Chokshi LLP
Chartered AccountantsFor and on behalf of
Choice Trustees Services Private LimitedFor and on behalf of
Choice AMC Private LimitedSd/-
Mr. Amrish Thakker
Partner
Membership No. 123069Sd/-
Mr. Kamal Poddar
Director
[DIN: 01518700]Sd/-
Mr. Satya Ranjan Prasad
Director
[DIN: 10896172]Sd/-
Mr. Ajay Kejriwal
Director & Chief Executive Office
[DIN: 03051841]Sd/-
Mr. Arun Poddar
Director
[DIN: 02819581]Sd/-
Mr. Rochan Pattanayak
Chief Investment OfficerSd/-
Mr. Manish Jain
Deputy Chief Executive OfficerPlace: Mumbai
Date: July 20, 2026Sd/-
Ms. Chhaya Biyani
Chief Finance OfficerSd/-
Mr. Nandan Deole
Chief Operations Officer

REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

	Note No.	Choice Gold ETF Period Ended March 31, 2026
INCOME		
Interest Income	16	3.46
Dividend Income		-
Gain on fair value changes	17	677.92
Gain on sale/redemption of investments	18	705.65
Other Income	23	-
Total Income (A)		1,387.03
EXPENSES		
Finance costs		-
Fees and commission expenses	19	0.54
Loss on fair value changes	20	-
Loss on Sale/Redemptions of Investments	21	-
Other expenses	22	13.23
Total Expense (B)		13.77
Surplus/ Deficit for the Reporting Period (A-B)		1,373.26

The Notes referred to herein form an integral part of the Revenue Account

As per our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
ICAI Firm's Registration No: 101872W/W100045

For and on behalf of
Choice Trustees Services Private Limited

For and on behalf of
Choice AMC Private Limited

Sd/-
Mr. Amrish Thakker
Partner
Membership No. 123069

Sd/-
Mr. Kamal Poddar
Director
[DIN: 01518700]

Sd/-
Mr. Satya Ranjan Prasad
Director
[DIN: 10896172]

Sd/-
Mr. Ajay Kejriwal
Director & Chief Executive Office
[DIN: 03051841]

Sd/-
Mr. Arun Poddar
Director
[DIN: 02819581]

Sd/-
Mr. Rochan Pattnayak
Chief Investment Officer

Sd/-
Mr. Manish Jain
Deputy Chief Executive Officer

Place: Mumbai
Date: July 20, 2026

Sd/-
Ms. Chhaya Biyani
Chief Finance Officer

Sd/-
Mr. Nandan Deole
Chief Operations Officer

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)*

	Choice Gold ETF Period Ended March 31, 2026
Cashflow from Operating Activity	
Net Surplus/(Deficit) for the peiod	2,051.18
Adjustments to reconcile surplus to net cash flows:	
Add/(Less) : Changes in Unrealised gain/loss provided	(677.92)
Add/(Less) : Interest income	(3.46)
Operating Profit/(Loss) before working Capital Changes	1,369.80
Adjustments for:-	
(Increase)/Decrease in receivables	(5.04)
(Increase)/Decrease in Investments	(5,179.92)
(Increase)/Decrease in Other Financial assets	(2.89)
(Increase)/Decrease in Other non-Financial assets	(242.29)
(Increase)/Decrease in Derivative financial instruments	-
Increase/(Decrease) in payables	-
Increase/(Decrease) in other financial liabilities	7.83
Increase/(Decrease) in other non-financial liabilities	129.68
Interest received	3.46
Net cash generated from/(used in) operating Activities (A)	(3,919.37)
Cashflow from Financing Activities	
Issue of Unit Capital	3,649.79
Redemption of Unit Capital	-
Increase/(Decrease) in Unit Premium reserve/Equalisation Reserve	281.14
Increase/(Decrease) in Borrowing	-
Dividend Paid during the period (including dividend tax paid)	-
Net cash generated from/(used) in financing activities (B)	3,930.93

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

	Choice Gold ETF Period Ended March 31, 2026
Net Increase/(Decrease) in Cash & cash equivalents (A+B)	11.56
Cash and Cash Equivalents as at the beginning of the period	-
Cash and Cash Equivalents as at the close of the period	11.56
Net Increase/(Decrease) in Cash & Cash Equivalents	11.56
Components of cash and cash equivalents	
With Banks - in current account	0.45
Deposits with companies / financial institutions	-
Deposits with scheduled banks	
Reverse repurchase transactions / Triparty Repo (TREPs)	11.11
	11.56

The Notes referred to herein form an integral part of the Revenue Account

As per our report of even date.

For Chokshi & Chokshi LLP
Chartered Accountants
ICAI Firm's Registration No: 101872W/W100045

For and on behalf of
Choice Trustees Services Private Limited

For and on behalf of
Choice AMC Private Limited

Sd/-
Mr. Amrish Thakker
Partner
Membership No. 123069

Sd/-
Mr. Kamal Poddar
Director
[DIN: 01518700]

Sd/-
Mr. Satya Ranjan Prasad
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Director & Chief Executive Officer
[DIN: 03051841]

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Mr. Arun Poddar
Director
[DIN: 02819581]

Sd/-
Mr. Rochan Pattanayak
Chief Investment Officer

Sd/-
Mr. Manish Jain
Deputy Chief Executive Officer

Place: Mumbai
Date: July 20, 2026

Sd/-
Ms. Chhaya Biyani
Chief Finance Officer

Sd/-
Mr. Nandan Deole
Chief Operations Officer

STATEMENT OF CHANGES IN NET ASSET ATTRIBUTABLE TO UNIT HOLDERS OF SCHEME*(All amount in lakhs, unless otherwise stated)***As at 31 March 2026**

Particulars	Choice Gold ETF				
	Unit Capital (Rs.)	Unit Premium Reserve	Reserves & Surplus (Rs.)		Unit Capital, Total Reserves & Surplus (Rs.)
			Unrealised Appreciation Reserve	Revenue Reserve	
Balance at the beginning of the reporting period	-	-	-	-	-
Changes in accounting policy/prior period errors					-
Movement during the reporting period	3,649.79	293.99	677.92	1,373.26	5,994.96
Transfer from/ to Revenue account				(677.92)	(677.92)
Equalisation Account				(12.85)	(12.85)
Income distribution				-	-
Others (to be specified)					-
Balance at the end of the reporting period	3,649.79	293.99	677.92	682.49	5,304.19

MOVEMENT OF UNIT CAPITAL FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

Movement of Unit Capital	Choice Gold ETF	
	31st March 2026	
	No of Units	Amount
Particulars		
Choice Gold ETF		
Balance of unit capital at the beginning of the reporting period	-	-
Issued		
- New fund offer	-	-
- During the Period	6,449,787.00	6,449.79
Redemptions during the period	2,800,000.00	2,800.00
Balance of unit capital at the end of the period	3,649,787.00	3,649.79

Total

Balance of unit capital at the beginning of the reporting period	-	-
Issued		
- New fund offer	-	-
- During the Period	6,449,787.00	6,449.79
Redemptions during the period	2,800,000.00	2,800.00
Balance of unit capital at the end of the period	3,649,787.00	3,649.79

****Note: Details of large holdings (over 25% of the NAV of the Scheme): Nil**

Name of the Scheme	31st March 2026	
	No. of Investors	% Holding
Nil	-	0.00%

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

1 General information

The Key features of the scheme of Choice Mutual Fund are as below:

Scheme Name	Type of Scheme	Investment objective of the scheme	NFO Open NFO Close	Option
Choice Gold ETF	An open-ended Exchange Traded Fund scheme replicating/tracking domestic price of Gold	The Scheme aims to provide returns that closely correspond to the domestic price of gold, before expenses and subject to tracking errors, by investing in physical gold and gold-related instruments. However, there is no assurance or guarantee that this objective will be achieved.	24th Oct - 31st Oct	The Scheme does not offer any Plan / options.

2 Basis of preparation and presentation

2.1 Statement of compliance

The financial statements of the Schemes have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 including guidelines issued thereunder, as amended from time to time ("the SEBI MF Regulations"). In case of any conflict between the requirements of Ind AS and SEBI MF Regulations, the requirements specified under SEBI MF Regulations shall prevail.

2.2 Presentation of financial statements

These financial statements of the Scheme are presented in the format prescribed in SEBI circular "SEBI/HO/IMD-II/DOF8/P/CIR/2022/12" dated February 04, 2022. The disclosures as required under Ind AS, as applicable to the Scheme, are included in these financial statements.

The Schemes have prepared the financial statements on the basis that it will continue to operate as a going concern.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- The normal course of business
- The event of default
- The event of insolvency or bankruptcy of the Schemes and/or its counterparties

The Schemes present their balance sheet in order of liquidity. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented in Notes.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

2.3 Functional and presentational currency

The financial statements are presented in Indian Rupees (₹) which is also functional currency of the Fund and the currency of the primary economic environment in which the Fund operates. All amounts are rounded off to the nearest lakhs, unless otherwise indicated.

2.4 Basis of Measurement

The financial statements have been prepared under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values through Profit and Loss at the end of each reporting period, as explained below.

All assets and Liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the degree to which the inputs to the fair value measurements are observable and the significance of the fair value measurement in its entirety:

- Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instruments nor are they based on available market data.

2.5 Significant accounting judgments, estimates and assumptions

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) at the date of the financial statements and the reported amounts of revenues and expenses for the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of financial statements. Actual results could differ from these estimates. Any revisions to accounting estimates are recognized prospectively in the current and future periods.

Estimates and underlying assumptions are reviewed on an ongoing basis. Key sources of estimation of uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amount of assets and liabilities within the next financial year are included in the following notes:

a. Fair value measurement

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using various valuation techniques. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

b. Provisions and Contingent Liabilities

The Scheme(s) estimates the provision that have present obligation as a result of past events, and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The Scheme uses significant judgement to disclose contingent liabilities. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Scheme or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

3 Summary of significant accounting policies

3.1 Income recognition

Interest is recognised on a time-proportionate basis.

Dividend income is recognised on the ex-dividend date when right to dividend is established.

Profit or loss on sale/redemption of investments is determined on the basis of the weighted average cost method. Transactions for purchase or sale of investments are recognised as of the trade date.

3.2 Financial instruments

Initial recognition and measurement of financial assets and financial liabilities

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

All financial assets and financial liabilities are recognised initially at fair value when the Scheme(s) become Funds to the contractual provisions of the financial asset. In case of financial assets (except Investments and Derivative financial instruments) which are not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets, are adjusted to the fair value on initial recognition. The Scheme(s) financial assets includes Investments, Derivative contracts, Receivables, Cash and cash equivalents, Bank balances other than cash and cash equivalents and other financial assets.

Purchase and sale of investments are recorded on the date of the transaction, at cost and sale price respectively.

Investments at fair value through profit or loss (FVTPL)

All investments are measured at FVTPL. Investments at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in the Revenue account. The gain recognized in the Revenue account is included in the 'Gain on Fair Value Change' line item and in case of loss recognized in the Revenue account is included in the 'Loss on Fair Value Change' line item.

Financial liabilities

Derivative contracts that have a negative fair value are presented as liabilities at FVTPL. Interest expense and foreign exchange gains and losses are recognised in the Revenue account.

Financial instruments not measured at fair value

The carrying value less expected credit loss provision of other financial assets and other financial liabilities are assumed to approximate their fair values due to their short-term nature.

De-recognition

The Scheme(s) derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Scheme neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Scheme(s) enters into transactions whereby it transfers assets recognised on its Balance sheet but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised. The Scheme derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Subsequent measurement

The Fund classifies its financial assets into various measurement categories. The classification depends on the contractual terms of the financial assets' cash flows and the Fund's business model for managing financial assets.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

a. Classification and measurement of Financial assets

Based on the business model, the contractual characteristics of the financial assets and specific elections where appropriate, the Fund classifies and measures financial assets in the following categories:

- Amortised cost
- Fair value through other comprehensive income ('FVOCI')
- Fair value through profit and loss ('FVTPL')

Financial assets at amortised cost

Financial assets are measured at amortised cost using the effective interest rate (EIR) if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement and based on the assessment of the business model as asset held to collect contractual cash flows and SPPI, such financial assets are subsequently measured at amortised cost using effective interest rate ('EIR') method. Interest income and impairment expenses are recognised in Revenue Account Statement. Any gain or loss on derecognition is also recognised in Revenue Account Statement.

The EIR method is a method of calculating the amortised cost of a financial instrument and of allocating interest over the relevant period. The EIR is the rate that exactly discounts estimated future cash flows (including all fees paid or received that form an integral part of the EIR, transaction costs and other premiums or discounts) through the expected life of the instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Financial assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to sole payments of principal and interest on the principal amount outstanding and by selling financial assets.

Movements in the carrying amount of such financial assets are recognised in Other Comprehensive Income ('OCI'), except dividend income and interest income which is recognised in Revenue Account statement. Equity instruments at FVOCI are not subject to an impairment assessment.

Financial assets at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in profit or loss.

b. Financial Liabilities

Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings, and payables, net of directly attributable transaction costs.

The Fund's financial liabilities include trade payables, other payables, Compulsory Convertible Debentures and share buyback obligation.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities measured at amortised cost:

Financial liabilities (other than financial liabilities at fair value through profit and loss) are measured at amortised cost. The carrying amounts are determined based on the EIR method. Interest expense is recognised in Revenue Account Statement.

Financial liabilities at fair value through Profit or Loss:

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Fund may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the Revenue Account Statement.

c. Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Fund is recognised at the proceeds received, net of directly attributable transaction costs.

d. Reclassification

Financial assets are not reclassified subsequent to their initial recognition, apart from the exceptional circumstances in which the Fund acquires, disposes of, or terminates a business line or in the period the Fund changes its business model for managing financial assets. Financial liabilities are not reclassified.

e. Determination of fair value

On initial recognition, all the financial instruments are measured at fair value. For subsequent measurement, the Fund measures certain categories of financial instruments (as explained in ANNEXURE II - Fair Value Measurement) at fair value on each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Fund.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Fund uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

Level 1 financial instruments - Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Fund has access to at the measurement date. The Fund considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

Level 2 financial instruments - Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life. Such inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical instruments in inactive markets and observable inputs other than quoted prices such as interest rates and yield curves, implied volatilities, and credit spreads. In addition, adjustments may be required for the condition or location of the asset or the extent to which it relates to items that are comparable to the valued instrument. However, if such adjustments are based on unobservable inputs which are significant to the entire measurement, the Fund will classify the instruments as Level 3.

Level 3 financial instruments - Those that include one or more unobservable input that is significant to the measurement as whole.

The Fund recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. No such instances of transfers between levels of the fair value hierarchy were recorded during the reporting period.

Valuation of investments

All investments are valued based on the principles of fair valuation and have been valued in good faith in a true and fair manner.

Equity and related securities

All traded investments are valued at the last quoted closing price on the National Stock Exchange Limited (NSE)/BSE Limited (BSE) or other stock exchange, where such security is listed. If not traded on the primary stock exchange, the closing price on the other stock exchange is considered. NSE is the primary stock exchange.

When a security is not traded on any stock exchange, on the date of valuation, then the previous closing price on NSE/BSE or any other Stock Exchange is used, provided such closing price is not exceeding a period of 30 calendar days.

When trading in an equity/equity related security in a calendar month is both less than INR 5 lacs and the total volume is less than 50,000 shares, it shall be considered as a thinly traded security.

All non-traded and thinly traded equity investments are valued in accordance with the norms prescribed in the SEBI guidelines for valuation, i.e., valuation is computed on the basis of average of book value and the price computed on the basis of the PE ratio (after appropriate discount for lower liquidity), and using the last traded price if available.

All non-traded convertible preference share investments are valued based on underlying equity, discounted for illiquidity, if required as decided by the Valuation Committee. Redeemable Preference Shares are valued by discounting the future cash flows based on discounting rate decided by the Valuation Committee.

All equity warrants/rights entitlement/partly paid up rights shares are valued after applying appropriate discount, after reducing the exercise price/issuance price from the closing price of the underlying equity security.

Futures and Options are valued at settlement price on the stock exchange on which they are traded.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

Debt, Money Market and related securities

All traded and non-traded investments are valued at average of scrip level prices provided by CRISIL & ICRA LTD for individual securities.

All non-traded bonus debentures are valued at cost till receipt of scrip level valuations from CRISIL & ICRA LTD

Pursuant to SEBI circular Nos. SEBI/HO/IMD/DF4/CIR/P/2019/102 dated September 24, 2019 and SEBI/HO/IMD/DF3/CIR/P/2020/76 dated April 30, 2020, following valuation practice has come into effect from June 30, 2020 All debt, money market and related securities irrespective of residual maturity are valued at average of scrip level prices provided by CRISIL & ICRA LTD for individual securities. If security level price for new security purchased (primary allotment or secondary market) is not available from Valuation Agencies, the valuation of such securities shall be done at the weighted average yield of all the purchases made by Choice Mutual Fund from the day of allotment/purchase

Government Securities/Treasury Bills/Cash Management Bills

Central Government and State Government loans and Treasury bills are valued based on the aggregated prices provided by CRISIL & ICRA.

TREPS and Reverse Repo

Till December 31, 2024, TREPS / Reverse Repo with residual maturity greater than 30 days were valued at average of security level prices obtained from valuation agencies appointed by AMFI. In case security level prices given by valuation agencies were not available for a new TREPS (which is currently not held by any Mutual Fund), such TREPS were valued at purchase yield on the date of purchase.

TREPS / Reverse Repo with residual maturity of up to 30 days were valued at cost plus accrual basis. Whenever a security moved from 31 days residual maturity to 30 days residual maturity, the price as on 31st day was used for amortization from 30th day.

W.e.f January 01, 2025, Valuation of TREPS / Reverse Repo, except overnight TREPS / Reverse Repo, are valued at average of security level prices obtained from valuation agencies appointed by AMFI. In case security level prices given by valuation agencies are not available for a new TREPS / Reverse Repo (which is currently not held by any Mutual Fund), then such TREPS / Reverse Repo are valued at purchase yield on the date of purchase. Overnight TREPS / Reverse Repo are valued on cost plus accrual basis. Such change in the policy is in accordance with the change in the regulation and there is no impact on P&L of the scheme.

Mutual Funds

Mutual funds units are valued at the last published NAV as per AMFI website for non traded funds and as per the last quoted closing price on the National Stock Exchange Limited (NSE)/BSE Limited (BSE) for listed and traded funds, on the valuation day. NSE is the primary stock exchange. If market prices are not available for traded funds on a particular valuation day, the last available NAV as per AMFI website is considered for valuation.

g. Impairment of financial assets

In accordance with Ind AS 109, the Fund uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- i) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- ii) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

For receivables, the Fund applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Fund uses historical default rates to determine impairment loss on the portfolio of receivables. At every reporting date, these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Fund uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

3.3 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

3.4 Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded by the Fund's functional currency at exchange rates prevailing at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss.

3.5 Equalisation account

When units are issued or redeemed, the distributable surplus (excluding unit premium reserve, but including balance of distributable surplus at the beginning of the period) as on the date of the transaction is determined. Based on the number of units outstanding on the transaction date, the distributable surplus (excluding unit premium reserve, but including balance of distributable surplus at the beginning of the period) associated with each unit is computed. The per unit amount so determined is credited / debited to the equalisation account on issue / redemption of each unit respectively.

The balance in equalisation account is transferred to revenue account at the period ended, without affecting the net income of the Scheme.

3.6 Determination of net asset value

The net asset value of the units of the Scheme is determined separately for the units issued under the options.

For reporting the net asset values within the portfolio, the Scheme's daily income earned, including realised profit or loss and unrealised gain or loss in the value of investments, and expenses accrued, are allocated to the related plans in proportion to their respective daily net assets arrived at by multiplying day end outstanding units to previous day's closing net asset value.

3.7 Unit capital

Unit capital represents the net outstanding units at the balance sheet date, thereby reflecting all transactions relating to the period ended on that date.

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of each option, after an appropriate portion of the issue proceeds and redemption payouts is credited/ debited to the equalisation account, a mandatory requirement for open ended mutual fund schemes.

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

The Fund's redeemable securities entitle securityholders the right to redeem their interest in the Fund for cash equal to their proportionate share of the net asset value of the Fund, amongst other contractual rights. The Fund's redeemable securities meet the criteria for classification as financial liabilities under Ind AS 32, Financial Instruments: Presentation. The Fund's obligation for net assets attributable to securityholders is presented at the redemption amount.

3.8 Taxes

No income tax provision has been made as the Fund qualifies as a recognized Mutual Fund under section 10(23D) of the Income Tax Act, 1961.

3.9 Expenses

- a. All expenses are accounted for on accrual basis.
- b. New Fund offer (NFO) expenses: New Fund offer expenses for the Schemes were borne by the AMC.
- c. Pursuant to SEBI Circular No. SEBI/HO/IMD/DF2/CIR/P/2018/137 dated October 22, 2018, all the Scheme related expenses including commission paid to distributors, by whatever name called and in whatever manner paid, are borne and paid by the Schemes within regulatory limits mandated under regulation 52 of the SEBI (MUTUAL FUNDS) REGULATIONS, 1996.
- d. Choice Mutual Fund has not charged additional expenses as per Regulation 52(6A)(b) (%) during the FY 2024-25.
- e. As per the SEBI circular, the schemes have been charged 0.02% per annum towards Investor Education Fund on daily net assets within the maximum SEBI TER limits as per Regulation 52 of SEBI (Mutual Fund) Regulations.
- f. Additional amount towards expenses specified in the said Regulation 52 not exceeding 0.05% of the daily net assets of the Scheme wherever exit load has been charged to the schemes.
- g. GST on Investment Management and Advisory Fees is charged over and above the cumulative limits as specified above.

3.10 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise of cash on hand and Tri-Party Repo (including reverse purchase transactions). For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes Cash on hand, balances with banks in current accounts, deposits placed with scheduled banks (with an original maturity of upto three months) and Tri-Party Repo (including reverse purchase transactions) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

3.11 Statement of cash flows

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash future, any deferrals or accruals of past or future operating cash receipts or payments and item of expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Fund are segregated.

3.12 New standards and interpretations not yet adopted

There are no standards that are notified and not yet adopted as on the date.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)*

4	Cash and cash equivalents	Choice Gold ETF
	Particulars	As at 31 March 2026
	Reverse repurchase transactions / Triparty Repo (TREPs)	11.11
	Total	11.11
5	Balances with Bank/(s)	Choice Gold ETF
	Particulars	As at 31 March 2026
	Balances with banks in current accounts	0.45
	Total	0.45
6	Derivative financial instruments receivable	Choice Gold ETF
	Particulars	As at 31 March 2026
	Stock Futures/ Options	-
	Total	-
7	Receivables	Choice Gold ETF
	Particulars	As at 31 March 2026
	Receivable from AMC	5.04
	Receivable from RTA	-
	Total	5.04
8	Investments	Choice Gold ETF
	Particulars	As at 31 March 2026
	Fair Value through profit or loss	
	Certificates of deposit	-
	Central Government Securities	-
	Equity shares	-
	Treasury bills	-
	Gold	5,179.92
	Derivatives	-
	Total	5,179.92

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)*

- i) All the investments are held in the name of the Scheme, as per clause 7 of Seventh Schedule under Regulations 44(1) of SEBI (Mutual Funds) Regulations, 1996.
- ii) Aggregate appreciation and depreciation in the value of investments are as follows:

	Choice Gold ETF
Particulars	Period Ended March 31, 2026
Fair Value through profit or loss	
Certificates of deposit	
- appreciation	-
- depreciation	-
Central Government Securities	
- appreciation	-
- depreciation	-
Equity shares	
- appreciation	-
- depreciation	-
Treasury bills	
- appreciation	-
- depreciation	-
Derivatives	
- appreciation	-
- depreciation	-
Gold	
- appreciation	677.92
- depreciation	-

- iii) The aggregate value of investments acquired and sold/redeemed during the Period and these amounts as a percentage of average daily net assets are as follows:

	Choice Gold ETF
Particulars	As at 31 March 2026
Purchases (excluding collateralised lending/ Reverse Repo and fixed deposits)	
- amount	8,087.42
- as a percentage of average daily net assets	121.42%
Sales/Redemptions (excluding collateralised lending/Reverse Repo and fixed deposits)	
- amount	4,291.07
- as a percentage of average daily net assets	64.42%

- iv) The details of investments by a Fund in excess of 5% of the net assets of a scheme and investment made by the scheme or by any other scheme during the period in that Fund and the market value as at 31st March 2026 as per the disclosure requirement under Regulation 25(11) or the SEBI Regulations.
- v) Outstanding investments in the Sponsor Fund and its Group companies As at 31 March 2026 is Nil.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)*

9 Other Financial assets		Choice Gold ETF
Particulars		As at 31 March 2026
CCIL margin deposit		2.00
Interest Accrued		-
Placement under Tri-Party Repo/Reverse Repo		-
Others Dividend Receivable		-
Others - Margin with custodians / Stock exchanges etc		-
Other Financial assets & Deposits		0.89
Total		2.89
10 Other Non -Financial assets		Choice Gold ETF
Particulars		As at 31 March 2026
Tax Credit Receivable		242.29
Total		242.29
11 Derivative financial instruments payable		Choice Gold ETF
Particulars		As at 31 March 2026
Stock Futures/ Options		-
Total		-
12 Payables		Choice Gold ETF
Particulars		As at 31 March 2026
Contract for purchase of investments in securities		-
Income distribution payable		-
Payable to other schemes of Mutual Fund		-
Others Payable		-
Other Expenses Payable		-
Others Backend Load Payable		-
Redemption money payable		-
Redemption money payable for switch Out		-
Total		-
13 Borrowings		Choice Gold ETF
Particulars		As at 31 March 2026
Loans/Borrowings		-
From Triparty Repo (TREPs)		-
Total		-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)***14 Other Financial Liabilities****Choice Gold ETF****As at 31 March 2026**

Particulars	
Management Fees Payable	-
Trusteeship Fees Payable	0.09
Registrar Fees and Expenses Payable	3.90
Commission to Distributors Payable	-
Custodian Fees Payable	0.92
Audit Fees Payable	0.54
Investor Education & Awareness Expenses Payable	0.05
Brokerage & Transaction Costs Payable	-
CSGL Charges Payable	2.33
Others Printing & Stationery Payable	-
Others - Refund Payable	-
Postage charges Payable	-
Others Withheld Distributor commission payable	-
Others CCIL charges payable	-
Others Interest on borrowings payable	-
Total	7.83

15 Other Non-Financial Liabilities**Choice Gold ETF****As at 31 March 2026**

Particulars	
Statutory taxes payable	129.68
Total	129.68

16 Interest**Choice Gold ETF****Period Ended
March 31, 2026**

Particulars	
Debentures and bonds	-
Money market instruments	-
Government securities	-
CCIL Margin	0.01
Tri-Party Repo/Reverse Repo	3.40
Certificate of Deposits	-
Treasury bills	-
Other Interest income	0.05
Total	3.46

17 Gain on fair value changes**Choice Gold ETF****Period Ended
March 31, 2026**

Particulars	
Fair Value through profit or loss	
Gross change on account of Gain on fair value changes	
- Mark to Market change	677.92
derivatives	-
Total	677.92

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)*

18 Gain on Sale/Redemptions of Investments	Choice Gold ETF Period Ended March 31, 2026
Particulars	
Fair Value through profit or loss	
Profit on sale/redemption of investments (Gross)	705.65
Profit on inter-scheme sale of Investments (Gross)	-
Profit on sale/redemption of investments (Gross)-Derivatives	-
Total	705.65
19 Fees and commission expenses	Choice Gold ETF Period Ended March 31, 2026
Particulars	
Management Fees	-
GST on Management Fees	-
Trusteeship Fees	0.54
Commission to Distributors	-
Total	0.54
20 Loss on fair value changes	Choice Gold ETF Period Ended March 31, 2026
Particulars	
Gross change on account of Loss on fair value changes (MTM)	-
Change in unrealised gain in the value of investments due to foreign exchange fluctuation	-
Total	-
21 Loss on Sale/Redemptions of Investments	Choice Gold ETF Period Ended March 31, 2026
Particulars	
Loss on sale/redemption of investments (Gross)	-
Total	-
22 Other expenses	Choice Gold ETF Period Ended March 31, 2026
Particulars	
Custodian Fees and Expenses	5.01
Registrar Fees and Expenses	4.28
Audit Fees	0.59
Investor Education and Awareness expenses	0.27
Brokerage & Transaction Costs	-
Other Operating expenses	0.29
CSGL Charges	2.55
Printing & Stationery Expenses	-
Statutory Taxes	-
Postage Expenses	-
Corporate Action Charges	0.24
Total	13.23

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

23 Other Income**Choice Gold ETF
Period Ended
March 31, 2026****Particulars**

Load income

Total

-

-

24 Management and Trusteeship Fee

The Scheme pays fees for investment management services (excluding goods & services tax) under an agreement with the AMC, which provides for computation of such fee as a percentage of the Scheme's average daily net assets, after excluding the net asset value of the investments by the AMC in the scheme and net asset value of investment made in other schemes, if any.

**Management Fees
at annualised
average rate
Period Ended
March 31, 2026****Particulars**

Choice Gold ETF

0.00

In accordance with the Trust Deed dated March 20, 2025 between the Sponsor and the Trustee, the Trustee is entitled to annual remuneration, a sum computed at the rate of 0.02% of the aggregate amount of Assets Under Management (AUM) as at the beginning of each financial year or Rs. 50,00,000/- (Rupees Fifty Lakh only), whichever is lower or such other sum as may be from time to time be agreed to between the Sponsor and the Trustee, in accordance with SEBI (Mutual Funds) Regulations, 1996 and circulars issued there under from time to time.

25 Income and Expenditure

The total income and expenditure and these amounts as a percentage of the scheme's average daily net assets on an annualised basis are provided below:

**Choice Gold ETF
Period Ended
March 31, 2026****Particulars**

Income (Includes refund - scheme expenses, provision for net unrealised loss in value of investments, realised loss on sale of investments, realised loss on inter-scheme transfer/sale of investments, excluding net gain in unrealised gain in value of Investments)

- amount

709.10

- as a percentage of average daily net assets

26.26%

Expenditure (excluding provision for net unrealised loss in value of investments, realised loss on sale of investments, realised loss on inter-scheme transfer/ sale of investments)

- amount

13.80

- as a percentage of average daily net assets

0.51%

26 Transactions Covered by Regulation 25(8) of the Sebi Regulation with the Sponsor or Associate of the Sponsor**Choice Gold ETF
Period Ended
March 31, 2026****Particulars**

Commission paid for procuring unit capital

Nil

Brokerage on securities transactions

Nil

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

27 Net Asset Value**Choice Gold ETF**
As At
March 31, 2026**Options**

Regular Plan - Growth option

Regular Plan - IDCW option

Regular Plan - Daily IDCW option

Direct Plan - Growth option

Direct Plan - IDCW Option

Direct Plan - Daily IDCW Option

145.3284

The net asset value of the Scheme's unit is determined separately for units issued under the options after including the respective unit capital and reserves and surplus.

28 Contingent Liabilities

At 31 March ,2026 - Nil

29 Unclaimed Dividend and Unclaimed Redemption

Unclaimed Dividend and Unclaimed Redemption includes unencashed redemption and dividend warrant/ cheque/ demand draft whose validity has expired and are outstanding as at the Balance Sheet date and the income accrued on investments of such balances from the date of expiry to end of three years from the date of issue of such warrant/ cheque/ demand draft. The balances in unclaimed redemption and unclaimed dividend is included in the TREPS as at 31 March 2026 and in Balances with banks as on 31 March 2026. The balances and counts of unclaimed dividend and unclaimed redemption is provided below:-

Particulars	Unclaimed Redemptions		Unclaimed Dividend	
	Amount (in Rs.)	No of Investors	Amount (in Rs.)	No of Investors
NIL	-	-	-	-

30 Investor Education Fund (IEF) & Investor Education & Awareness Initiative (IEAI)

Income earned on investment of unclaimed redemption and dividend which has been outstanding for more than 3 years; Investor Education & Awareness Initiative – An annual charge of 2 bps of daily NAV being part of total recurring expenses is set aside for IEAI as mandated by SEBI vide circular No CIR/IMD/DF/21/2012 dated September 13, 2012. The cumulative balance of the IEF and IEAI is transferred on periodic basis to a separate bank account maintained for this purpose. These funds are utilized by the AMC in accordance with SEBI regulations and policy approved by the Trustees. The balances pending utilization are deployed in money – market instruments.

The movement is as follows:-

Particulars	Choice Gold ETF Period Ended March 31, 2026
Opening Balance	-
Additions during the current period	0.270
Less – Utilizations during the current period	
Less -50% balance transfer to AMFI *	0.135
Closing Balance	0.135

* Amount includes Investor Education accrual for the month of March 2026 which is paid in the month of April 2026.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

(All amount in lakhs, unless otherwise stated)

31 Related Party Disclosure**i Names of related parties (with whom transactions were carried out during the period):**

Name of related party	Nature of relationship
Choice Trustee Services Private Limited	Trustee Company
Choice International Limited	Sponser Company
Choice AMC Private Limited	Asset Management Company
Choice Equity Broking Pvt Limited	Group Company

ii Details of transaction with related parties are as under:

Name of Related Party	Nature of transaction	Choice Gold ETF For the Period ended March 31, 2026
Choice Equity Broking Pvt Ltd	Purchase (including IDCW Reinvestment & Switch-In) at NAV	754.29
	Redemption (including Swith-Out) at NAV	2,916.12

iii Refer Note 24 for details of Management Fees and Trusteeship fees**iv** Refer Note 26 for Disclosure under SEBI (Mutual Funds) Regulations, 1996, Regulation 25(8) of transaction with associates**v** Investment in Securities of Associates and Group Companies for Period ended 2025-26 are as under :-

Name of the scheme	Date of Transaction	Transaction Type (Purchase)	Name of the Associate Company	Quantity / No. of shares	Rate	Value	Value as % of AUM
Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

vi Investments made by Major Shareholder of AMC and its subsidiaries in the Schemes for Period ended 2025-26:- Nil**vii** List of the schemes in which Major Shareholder of AMC and its subsidiaries hold in excess of 5% of the net assets as of Balance sheet date for for Period ended 2025-26 :- Nil**viii** Inter-scheme transactions for Financial period 2025-26 :- Nil**ix** Investment by one scheme in another scheme for Financial period 2025-26 :- Nil**32 Segment Reporting**

As per the disclosure requirement under Ind AS 108 on 'Operating Segments' issued by ICAI, the Scheme operates only in one segment i.e. to primarily generate returns, based on scheme' Investment Objectives and hence reported as one segment.

33 Supplementary Investment Portfolio Information and Industrywise Classification (Refer Annexure I)

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in lakhs, unless otherwise stated)***34 Disclosure under Regulation 25 (II) of SEBI (Mutual Fund) Regulations, 1996**

Investments made by the schemes of Choice Mutual Fund in Companies or their subsidiaries that have invested more than 5% of the net assets of any scheme for the period ended March 2026.

Company Name	Schemes invested in by the Company	Investment made by schemes of Choice Mutual Fund in the company/ subsidiary	Aggregate cost of acquisition during the period ended March 31, 2026	Outstanding as at March 31, 2026 (at Market / Fair Value)
			(Rs. in Lakhs)	(Rs. in Lakhs)
		NIL	NIL	NIL

The Scheme aims to provide returns that closely correspond to the domestic price of gold, before expenses and subject to tracking errors, by investing in physical gold and gold-related instruments.

However, there is no assurance or guarantee that this objective will be achieved.

*As per provision no. 3.2.1 of SEBI Master Circular on Mutual Funds dated June 27, 2024, gold related instruments are such instruments having gold as underlying including but not limited to Gold Deposit Scheme (GDS) / Gold Monetisation Scheme (GMS), 2015, Exchange Traded Commodity Derivatives (ETCDs) & other such instruments as specified by SEBI & applicable from time to time.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

35 FAIR VALUE MEASUREMENT

The Scheme measures its investments in financial instruments at fair value at each reporting date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- i) Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ii) Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- iii) Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Assessing the significance of a particular input requires judgement, considering factors specific to the asset or liability.

Valuation Techniques and Classification:

Corporate Bonds and Commercial papers are valued at average of scrip level prices provided by CRISIL & ICRA LTD for individual securities. If security level price for new security purchased (primary allotment or secondary market) is not available from Valuation Agencies, the valuation of such securities shall be done at the weighted average yield of all the purchases made by Choice Mutual Fund from the day of allotment/purchase. The inputs that are significant to valuation are generally observable. Corporate Bonds and Commercial Papers which are listed have been classified as Level 1 and Certificate of Deposits which are unlisted have been classified as Level 2 and are valued based on the principles of fair valuation through appropriate valuation policies and procedures.

Central Government and State Government securities are valued based on the aggregated prices provided by CRISIL & ICRA. The inputs that are significant to valuation are generally observable. Central government and state government securities which are listed have been classified as Level 1.

Financial instruments recognised at fair value as at March 31, 2026 is given in Annexure II.

The carrying amount of financial assets and financial liabilities other than those carried at FVTPL is given in Annexure III.

36 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

The Fund's AMC has overall responsibility for the establishment and oversight of the Fund's risk management framework. The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Fund's activities. The Fund's Trustees quarterly monitors compliance with the Fund's risk management policies and procedures, and review the adequacy of the risk management framework in relation to the risks faced by the Fund which are summarised below.

In order to mitigate the various risks, the portfolio of the Scheme will be constructed in accordance with the investment restriction specified under the Regulations which would help in mitigating certain risks relating to investment in securities market. Further, the AMC has necessary framework in place for risk mitigation at an enterprise level. The Risk Management division is an independent division within the organization. Internal limits are defined and judiciously monitored. Risk indicators on various parameters are computed and are monitored on a regular basis. There are Board Level Committees, the Risk Management Committee of the Board of AMC and Trustee, which enables a dedicated focus on risk factors and the relevant risk mitigants.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

I) Market Risks

Market risk is the risk of loss of future earnings, fair values or future cash flows related to financial instrument that may result from adverse changes in market rates and prices (such as foreign currency rates, interest rates, other price risks). The Fund is exposed to market risk primarily related to Price risk, Foreign currency risk and Interest rate risk.

(a) Price Risks

Price risk is the risk that the fair value of the future cashflows of the financial instrument will fluctuate as a result of changes in market prices and related market variables whether caused by factors specific to an individual investment, its issuer or the market.

There is no Fund's exposure to price risk in Equity and Equity related instruments as at March 31, 2026.

The Fund reviews the credit concentration of Equity and Equity related instruments held based on counterparties and industries. There is no Fund's exposure in Equity and Equity related instruments as at March 31, 2026.

There were no significant concentrations in the Equity and Equity related instruments to any individual issuer or group of issuers as at March 31, 2026.

The Manager mitigates the risk through the use of investment strategies that seek to minimise the Fund's tracking error as compared to market indices with the parameters of investment strategy. The maximum exposure resulting from investment in financial instrument is its fair value.

There is no Fund's exposure in Equity and Equity related instruments as at March 31, 2026.

(b) Foreign exchange risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Foreign currency risk arises from recognised financial assets and liabilities denominated in a currency that is not its functional currency (Indian Rupees). The Fund is exposed to the risk that the value of securities denominated in other currencies will fluctuate due to changes in exchange rates.

There is no exposure to foreign securities as at March 31, 2026.

(c) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Fund manager regularly assesses the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk.

There is no exposure to Interest rate Risk securities as at March 31, 2026.

II) Credit risk

Credit risk is the risk that the Fund will incur a loss because its counterparties fail to discharge their contractual obligations. The Fund is exposed to the risk of credit-related losses that can occur as a result of a counterparty or issuer being unable or unwilling to honour its contractual obligations.

The AMC's policy is to closely monitor the creditworthiness of the Fund's counterparties by reviewing their credit ratings, financial statements and press releases on a regular basis.

There is no exposure to credit Risk securities as at March 31, 2026.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

(a) Credit quality analysis

The Scheme's exposure to credit risk arises in respect of the following financial instruments:

- Cash and cash equivalents;
- Contract for sale of investment in securities and Derivative financial instruments receivable;
- Investments in debt and money market securities; and
- Derivative assets:

Cash and cash equivalents

The cash and cash equivalents are held with bank and Tri Party Repo.

Contract for sale of investment in securities and Derivative financial instruments receivable

Contract for sale of investment in securities and Derivative financial instruments receivable represent margin accounts and sales transactions awaiting settlement. Credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used and contracts are generally settled thru clearing agent of recognised stock exchange.

There is no Outstanding Contract for sale of investment in securities and Derivative financial instruments receivable as at 31st March 2026

Investments in debt and money market securities

As at March 31, 2026, Scheme do not have investments in corporate debt and money market securities.

Derivatives

As at March 31, 2026, Scheme do not have investments in Derivative securities.

(b) Concentration of credit risk

The AMC reviews the credit concentration of debt and money market securities held based on counterparties and industries.

As at March 31, 2026, Scheme do not have investments in corporate debt and money market securities.

(c) Collateral and other credit enhancements, and their financial effect

Derivatives

The Scheme may use derivatives instruments like Interest Rate Swaps or other derivative instruments for the purpose of hedging and portfolio balancing, as permitted under the SEBI Regulations and guidelines. Usage of derivatives will expose the Schemes to risk inherent to such derivatives e.g. when a credit event such as a default occurs - all outstanding transactions under the agreement with the counterparty are terminated, the termination value is assessed and only a single net amount is payable in settlement of all transactions with the counterparty.

(d) Expected Credit Loss principles

For purposes of impairment assessment, the Funds' assets which are measured at amortised cost are considered to have low credit risk as they are not due for payment at the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly, for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to 12-month expected credit losses ("ECL"). The ECL for these assets as at the end of the reporting period is not significant.

The main concentration of credit risk to which the Fund is exposed arises from the Fund's investments in Corporate Bond, Certificates of deposit, Commercial paper. These classes of financial assets are not subject to IND AS 109's impairment requirements as they are measured at FVTPL

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026

III) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Fund's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

The responsibility for liquidity risk management rests with the AMC and the Trustees, who has established an appropriate liquidity risk management framework for the management of the Fund's short-term, medium-term and long-term funding and liquidity management requirements. The Fund manages liquidity risk by maintaining adequate reserves, banking facilities and by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The maturity analysis of financial liabilities of the Scheme based on contractually agreed undiscounted cash flows are given in **Annexure IV**.

37 Offsetting Financial Assets and Financial Liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. The Scheme has not offset any financial assets and financial liabilities during the period.

38 Maturity Analysis of Assets and Liabilities

An analysis of assets and liabilities according to their maturity profile re given in **Annexure V**.

39 Capital Management

Unitholders are entitled to require payment of the NAV per unit of that Fund for all or any of the units of such unitholder. The units are redeemable for cash equal to a pro rata share of the Fund's series NAV. Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of each option, after an appropriate portion of the issue proceeds and redemption payouts is credited / debited to the equalisation account, a mandatory requirement for open ended mutual fund schemes.

The Fund may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

For Chokshi & Chokshi LLP
Chartered Accountants
ICAI Firm's Registration No: 101872W/W100045

For and on behalf of
Choice Trustees Services Private Limited

For and on behalf of
Choice AMC Private Limited

Sd/-
Mr. Amrith Thakker
Partner
Membership No. 123069

Sd/-
Mr. Kamal Poddar
Director
[DIN: 01518700]

Sd/-
Mr. Satya Ranjan Prasad
Director
[DIN: 10896172]

Sd/-
Mr. Ajay Kejriwal
Director & Chief Executive Office
[DIN: 03051841]

Sd/-
Mr. Arun Poddar
Director
[DIN: 02819581]

Sd/-
Mr. Rochan Pattanayak
Chief Investment Officer

Sd/-
Mr. Manish Jain
Deputy Chief Executive Officer

Place: Mumbai
Date: July 20, 2026

Sd/-
Ms. Chhaya Biyani
Chief Finance Officer

Sd/-
Mr. Nandan Deole
Chief Operations Officer

Annexure I

SUPPLEMENTARY INVESTMENT PORTFOLIO INFORMATION AND INDUSTRYWISE CLASSIFICATION

Details of investment portfolio and industrywise classification of the Scheme's investments in each category of investments at March 31, 2026 are presented below. The industry and company exposures are stated as a percentage of the Scheme's net assets as at March 31, 2026, as well as the aggregate investments in each investment category.

Industry and Company Particulars*	Quantity	Amt. (Rupees in Lakhs)	Percentage to Net Assets	Percentage to Investment category (%)
GOLD				
Gold	35	5,179.92	97.66%	100.00%
Gold	35	5,179.92	97.66%	100.00%
Total	35	5,179.92	97.66%	100.00%
Grand Total	35	5,179.92	97.66%	
OTHER CURRENT ASSETS		261.78	4.94%	
TOTAL ASSETS		5,441.70	102.59%	
LESS: CURRENT LIABILITIES		(137.51)	(2.59%)	
NET ASSETS		5,304.19	100.00%	

* Industry classification has been done on the basis of industry information provided by AMFI

Annexure II

Classification of Investments into Level 1, Level 2 and Level 3

(All amount in lakhs, unless otherwise stated)

Particular	Choice Gold ETF As at March 31, 2026			
	Level 1	Level 2	Level 3	Total
Financial Assets				
<u>Others</u>				
Gold	5,179.92	-	-	5,179.92
Total financial assets	5,179.92	-	-	5,179.92

Annexure III

Classification of other financial assets and other financial liabilities as at March 31, 2026

(All amount in lakhs, unless otherwise stated)

Particular	Choice Gold ETF		
	As at March 31, 2026		
	Amortized Cost	Fair Value Through Profit & Loss	Total
Assets			
Financial Assets			
Cash and cash equivalents	11.11	-	11.11
Balances with Bank/(s)	0.45	-	0.45
Derivative financial instruments	-	-	-
Receivables	5.04	-	5.04
Other Financial assets	2.89	-	2.89
Non-Financial Assets			
Investment Property	-	-	-
Other Non -Financial assets	242.29	-	242.29
Total	261.77	-	261.77
Financial Liabilities			
Derivative financial instruments	-	-	-
Payables	-	-	-
Borrowings	-	-	-
Other Financial Liabilities	7.83	-	7.83
Non-Financial Liabilities			
Provisions	-	-	-
Other Non-Financial Liabilities	129.68	-	129.68
Total	137.51	-	137.51

Note:-

There are no Financial Instruments to be measured at Fair Value through Other comprehensive income

Annexure IV

The liquidity analysis of financial liabilities of the Fund based on contractually agreed undiscounted cash flows as at March 31, 2026

(All amount in lakhs, unless otherwise stated)

Particular	Choice Gold ETF				
	As at March 31, 2026				
	0-3 months	3-6 months	6 months – 12 months	After 12 months	Total
Non-derivative Financial Liabilities					
Payables	-	-	-	-	-
Borrowings	-	-	-	-	-
Other Financial Liabilities	7.83	-	-	-	7.83
Derivative Financial Liabilities*					
Outflows	-	-	-	-	-
Inflows	-	-	-	-	-
Total Financial Liabilities	7.83	-	-	-	7.83

* Derivative financial instruments on asset side and liabilities side of balance sheet both disclosed above

Note 1:

The table above shows the undiscounted cash flows of the Scheme's financial liabilities on the basis of their earliest possible contractual maturity. The Scheme's expected cash flows on these instruments do not vary significantly from this analysis.

Note 2:

For derivative financial instruments, the inflow/(outflow) disclosed in the table represents the contractual undiscounted cash flows relating to these instruments. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross settlement - e.g. interest rate swaps.

Annexure V

An analysis of assets and liabilities according to their maturity profile as at March 31, 2026

(All amount in lakhs, unless otherwise stated)

Particular	Choice Gold ETF		
	As at March 31, 2026		
	Within 12 months	After 12 months	Total
Assets			
Financial Assets			
Cash and cash equivalents	11.11	-	11.11
Balances with Bank/(s)	0.45	-	0.45
Derivative financial instruments	-	-	-
Receivables	5.04	-	5.04
Investments	5,179.92	-	5,179.92
Interest Receivables	-	-	-
Other Financial assets	2.89	-	2.89
Non-Financial Assets			
Investment Property	-	-	-
Other Non -Financial assets	242.29	-	242.29
Total Assets (A)	5,441.70	-	5,441.70
Financial Liabilities			
Derivative financial instruments	-	-	-
Payables	-	-	-
Borrowings	-	-	-
Other Financial Liabilities	7.83	-	7.83
Non-Financial Liabilities			
Provisions	-	-	-
Other Non-Financial Liabilities	129.68	-	129.68
Total Liabilities (B)	137.51	-	137.51

KEY STATISTICS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in rupees, unless otherwise stated)*

Particulars	Choice Gold ETF
	As At March 31, 2026
1. NAV per unit (Rs.):	
Regular - Growth Plan	
Open	-
High	-
Low	-
End	-
Regular - IDCW Plan	
Open	-
High	-
Low	-
End	-
Regular - IDCW Plan (Daily)	
Open	-
High	-
Low	-
End	-
Direct - Growth Plan	
Open	-
High	173.1200
Low	119.7982
End	145.3284
Direct - IDCW Plan	
Open	-
High	-
Low	-
End	-
Direct - IDCW Plan (Daily)	
Open	-
High	-
Low	-
End	-

KEY STATISTICS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in rupees, unless otherwise stated)*

Particulars	Choice Gold ETF
	As At March 31, 2026
2. Closing Assets under Management (Rs. in Lakhs)	
End	6,660.74
(Average (AAuM)⁴	
3. Gross Income as % of AAuM ¹	26.26
4. Expense Ratio:	
a. Total Expense as % of AAuM	0.51
b. Management Fee as % of AAuM	-
5. Net Income as a percentage of AAuM ²	25.75
6. Portfolio Turnover Ratio ³	0.64
7. Total Income per unit distributed during the period (plan wise) (Rs.)	
Regular - IDCW Plan (Daily) (Individual)	
Regular - IDCW Plan (Daily) (Others)	
Regular - IDCW Plan (Weekly) (Individual)	-
Regular - IDCW Plan (Weekly) (Others)	-
Regular - IDCW Plan (Monthly) (Individual)	-
Regular - IDCW Plan (Monthly) (Others)	-
Regular - IDCW Plan (Quarterly) (Individual)	-
Regular - IDCW Plan (Quarterly) (Others)	-
Direct Daily IDCW (Individual)	
Direct Daily IDCW (Others)	-
Direct Weekly IDCW (Individual)	-
Direct Weekly IDCW (Others)	-
Direct Monthly IDCW (Individual)	-
Direct Monthly IDCW (Others)	-
Direct Quarterly IDCW (Individual)	-
Direct Quarterly IDCW (Others)	-

KEY STATISTICS FOR THE YEAR / PERIOD ENDED MARCH 31, 2026*(All amount in rupees, unless otherwise stated)*

Particulars	Choice Gold ETF
	As At March 31, 2026
8. Returns	
1 Year	
Scheme	
Regular - Growth Option	-
Direct - Growth Option	-
Benchmark	-
Since launch of the Scheme (Absolute Return)	
Scheme	
Regular - Growth Option	-
Direct - Growth Option	21.16%
Benchmark	
Since launch of the Scheme (Absolute Return)	22.34%

1. Gross income = amount against (A) in the Revenue account i.e. Income.
 2. Net income = amount against (C) in the Revenue account i.e. NET REALISED GAINS/(LOSSES) FOR THE PERIOD excluding brokerage and transaction costs.
 3. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the period.
 4. AAuM=Average Assets Under Management.
- Price-earning ratio not applicable for all schemes.

PERSPECTIVE HISTORICAL PER UNIT STATISTICS AS ON MARCH 31, 2026.*(All amount in rupees, unless otherwise stated)*

Particulars	Choice Gold ETF
	As on March 31, 2026
a. Net Asset Value *®	
Choice Gold ETF	145.3284
b. Gross Income per-unit	
(i) income other than profit(loss) on sale of investment, per unit	0.09
(ii) income from profit(loss) on inter-scheme sales/transfer of investment, per unit;	-
(iii) income from profit(loss) on sale of investment to third party, per unit;	19.33
(iv) transfer to revenue account from past year's reserve, per unit.	-
(v) gross income - sum of b(i),(ii) and (iii)	19.42
c. Aggregate of expenses, write-off, amortisation and charges per unit	0.38
d. Net income, per unit (gross income – aggregate of expenses)	19.04
e. Unrealised appreciation / depreciation in value of investments	18.57
f. Traded Price per unit during the year	
Highest Price	
Choice Gold ETF	175.4900
Lowest Price	
Choice Gold ETF	115.7900
g. Ratio of expenses to average net assets	0.51%
h. Ratio of gross income to average net assets	26.26%
i. The highest and the lowest NAV per unit during the year	
Highest NAV	
Choice Gold ETF	173.1200
Lowest NAV	
Choice Gold ETF	119.7982
j. Face Value per unit	Rs.100/-
k. Total Unit capital (in Rupees)	364,978,700

PERSPECTIVE HISTORICAL PER UNIT STATISTICS AS ON MARCH 31, 2026.*(All amount in rupees, unless otherwise stated)*

Particulars	Choice Gold ETF
	As on March 31, 2026
l. Average Net asset (in Rupees)	666,073,776
m. No. of days	148
n. Weighted average Price Earnings Ratio of equity/equity related instruments held as at end of year/period,[(sum of market value * PE ratio of securities)/sum of market value of securities]	NA

*Since this is the 1st year Comparitives are not available

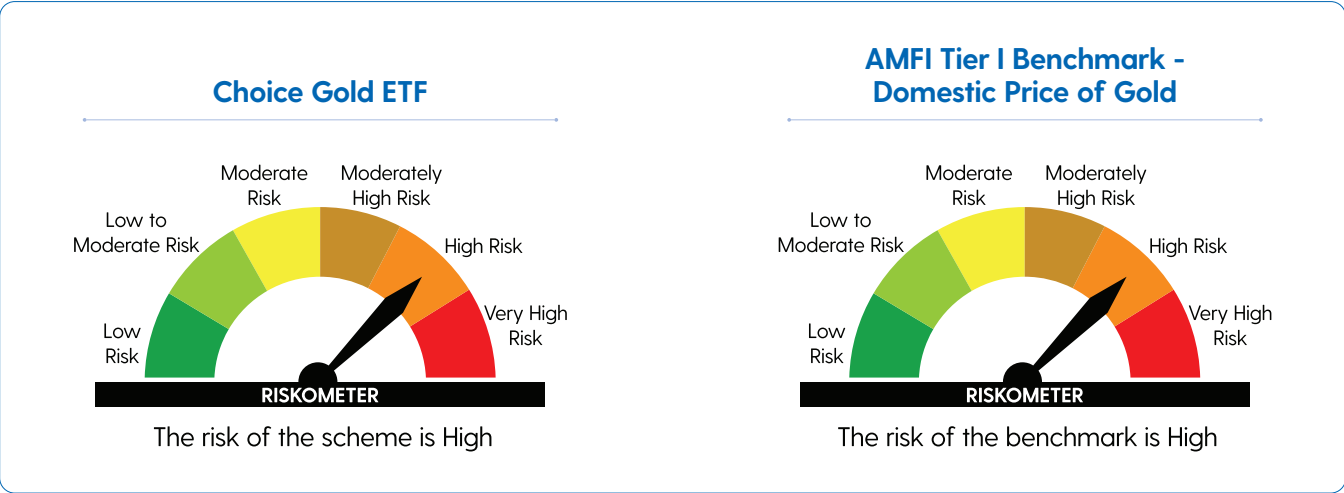
@ NAVs are computed NAV's

Disclosure of product label, risk-o-meter and potential risk class of schemes and risk-o-meter of benchmarks

Choice Gold ETF
(An open-ended scheme replicating/tracking domestic price of Gold)

This product is suitable for investors who are seeking*:

- ▶ Long term capital appreciation
- ▶ Investment in gold in order to generate returns similar to the performance of domestic price of gold, subject to tracking errors



*Investors should consult their financial advisors if in doubt about whether the product is suitable for them

The Potential Risk Class Matrix is not applicable.

Choice

Mutual Fund

Choice Mutual Fund

1st Floor, Sunil Patodia Tower, Plot No. 156–158,
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