

Tax implications for Mutual Fund Investors

As amended by the Finance Act, 2010

	Capital gains			Capital gains			Dividend income	Dividend distribution tax		
	Equity Schemes			Other Schemes				Equity Schemes	Liquid Schemes	Other Schemes
	Short term	Long term	TDS ¹	Short term	Long term	TDS	All schemes			
Resident Individual/HUF²	15.45% (15% + 3% education cess)	Nil	Nil	As per slab + 3% education cess	10% (20% with indexation) + 3% education cess	Nil	Tax free	Nil	27.681% (25% + 7.5% surcharge + 3% education cess)	13.841% (12.5% + 7.5% surcharge + 3% education cess)
Partnership Firms	15.45% (15% + 3% education cess)	Nil	Nil	30% + 3% education cess	10% (20% with indexation) + 3% education cess	Nil	Tax free	Nil	27.681% (25% + 7.5% surcharge + 3% education cess)	22.145% (20% + 7.5% surcharge + 3% education cess)
AOP/BOI³	15.45% (15% + 3% education cess)	Nil	Nil	As per slab + 3% education cess	10% (20% with indexation) + 3% education cess	Nil	Tax free	Nil	27.681% (25% + 7.5% surcharge + 3% education cess)	22.145% (20% + 7.5% surcharge + 3% education cess)
Domestic Companies Corporate	16.609% (15% + 7.5% surcharge + 3% education cess)	Nil	Nil	30% + 3% education cess	10% (20% with indexation) + 3% education cess	Nil	Tax free	Nil	27.681% (25% + 7.5% surcharge + 3% education cess)	22.145% (20% + 7.5% surcharge + 3% education cess)
NRIs⁴	15.45% (15% + 3% education cess)	Nil	STCG - 15.45% (15%+3% education cess); LTCG-Nil	As per slab + 3% education cess	10% (20% with indexation) + 3% education cess	STCG - 30.800% (30% + 3% education cess) LTCG - 20.600% (20% + 3% education cess) (After providing for indexation)	Tax free	Nil	27.681% (25% + 7.5% surcharge + 3% education cess)	22.145% (20% + 7.5% surcharge + 3% education cess)

¹Tax Deducted at Source. ²Hindu Undivided Family. ³Association of Persons / Body of Individuals. ⁴Non Resident Indian.

The surcharge of 7.5% in case of "Domestic Companies Corporates" would be applicable if the total income exceeds Rs. 1 crore.

Risk Factors: Mutual Funds and securities investments are subject to market risks, reinvestment risk, changes in political, economic environment and government policy and there is no assurance or guarantee that the objectives of the Scheme/s will be achieved. The NAV of the Scheme/s can go up or down depending on factors and forces affecting the Securities Market including fluctuation in interest rates, trading volumes and reinvestment risk. Past performance of the Sponsor/AMC/Mutual Fund is not necessarily indicative of the future performance of the Scheme/s and may not necessarily provide a basis for comparison with other investments. Names of the schemes do not in any manner indicate either the quality of the Schemes, their future prospects or returns. The Sponsor or any of its associates is not responsible or liable for any loss resulting from the operation of the Schemes beyond the corpus of the Trust of Rs. 30,000/- **Statutory Details:** IDFC Mutual Fund has been set up as a trust by Infrastructure Development Finance Company Limited (IDFC) (liability restricted to corpus of Trust of Rs. 30,000) with IDFC AMC Trustee Company Ltd as the trustee and IDFC Asset Management Company Ltd as the investment manager. Investors in the scheme(s) are not being offered any guaranteed or assured rate of return. Copy of Scheme Information Document and Key Information Memorandum along with application form for all the schemes may be obtained from the office of IDFC Mutual Fund, One India Bulls Centre, 841, Jupiter Mills Compound, Senapati Bapat Marg., Elphinstone Road, (West), Mumbai 400 013. Contact 1-800-226622 for details.

For details please read the respective Scheme Information Document (SID) (including those of FMPs)/ Offer Document (OD) / Statement of Additional Information (SAI) carefully before investing.