

NOTICE

Notice is hereby given that the Board of Directors of IDFC AMC Trustee Company Limited (Trustee to IDFC Mutual Fund) has decided to carry out following :

1. Change in the Benchmark and Type of scheme of IDFC Infrastructure Fund (an open ended equity scheme)

Notice is hereby given to all the unit holders of IDFC Infrastructure Fund that the Board of Directors of IDFC AMC Trustee Company Limited and IDFC Asset Management Company Limited have, in terms of the enabling provision of SEBI (Mutual Funds) Regulations, 1996, approved the change in benchmark of the scheme to CNX Infrastructure Index. Pursuant to the change in benchmark the portfolio shall be aligned to invest in stocks comprising of securities forming part of the index and other infrastructure companies as defined in the Scheme Information document.

Investors are requested to note the following change in the features of IDFC Infrastructure Fund:

| | |
|---------------------------------|---|
| Type of scheme | Open ended Infrastructure Sector Fund |
| Benchmark | CNX Infrastructure Index. |
| Asset Allocation Pattern | The following para be inserted below the asset allocation table in the SID: The net assets of the scheme will be invested predominantly in infrastructure stocks that forms a part of CNX Infrastructure Index (not necessarily in the same weightage of the index) or such other companies that forms a part of "Infrastructure companies" as defined in the Scheme Information Document. A small portion of the net assets will be invested in money market instruments permitted by SEBI / RBI including call money market or in alternative investment for the call money market as may be provided by the RBI, to meet the liquidity requirements of the scheme/plan. As the scheme invests in a dedicated sector, the upper ceiling on investments may be in accordance with the weightage of the scrips in the representative sectoral index or 10% of the NAV of the scheme whichever is higher. |

Clause 3, under the title "I. WHAT ARE THE INVESTMENT RESTRICTIONS?" be and is hereby replaced with the following:

The Scheme shall not invest more than 10% of its NAV in equity shares/equity related instruments of any company. However the limit of 10% shall not be applicable for this scheme. The upper ceiling on investments may be in accordance with the weightage of the scrips in the representative sectoral index (CNX Infrastructure Index) or 10% of the NAV of the scheme whichever is higher.

2. Change in the Asset Allocation pattern of IDFC Monthly Income Plan (an open ended debt scheme)

Notice is hereby given to all the unit holders of IDFC Monthly Income Plan that the Board of Directors of IDFC AMC Trustee Company Limited and the Board of Directors of IDFC Asset Management Company Limited have approved the change in asset allocation pattern of the scheme as mentioned hereunder:

| Asset Class | % to net assets | Risk Profile |
|---|-----------------|-----------------------|
| Equity Securities | 0-25% | Medium to high |
| Debt Securities (Including securitized debt) and Money market Instruments | 75-100% | Low to medium |

Investment in derivative – up to 50% of the net assets of the scheme

Investment in Foreign Securities - up to 50% of the net assets of the scheme

3. Change in the Asset Allocation pattern of IDFC Asset Allocation Fund (open ended fund of fund scheme)

Notice is hereby given to all the unit holders IDFC Asset Allocation Fund that the Board of Directors of IDFC AMC Trustee Company Limited and IDFC Asset Management Company Limited have, in terms of the enabling provision of SEBI (Mutual Funds) Regulations, 1996, approved the change in asset allocation pattern of the scheme as mentioned hereunder:

| Asset Class | Conservative Plan | Risk profile | Moderate Plan | Risk Profile | Aggressive Plan | Risk profile |
|--|---|---------------|---------------|---------------|-----------------|----------------|
| | Indicative asset allocation (% to net assets) | | | | | |
| Equity (Including Offshore Equity) Fund | 10-15% | Low to Medium | 25-30% | Low to Medium | 45-50% | Medium to High |
| Debt Fund (Including Liquid funds) | 0-90% | Medium | 0-70% | Medium | 0-45% | Medium |
| Alternate (Including Gold/ Commodity Equity Funds) | 0% | - | 5-10% | Low to medium | 10-15% | Low to medium |
| Money Market Securities | 0-15% | Low | 0-15% | Low | 0-15% | Low |

Asset class explanation:

- Equity Funds - It will primarily consist of allocations to local equity funds/ ETFs/ Index funds. There can also be a small allocation (0-5% of net assets) to offshore emerging market equity funds, depending on the quantum of allocation to equity and the positioning of the fund. Within active local equity funds the allocation can be to large cap, diversified, thematic or mid cap strategies.
- Debt Funds and Liquid Funds - It will consist of allocation to local debt funds and liquid funds with different maturity profile (including Gilt funds). The two key categories to which allocations will be made will be short maturity funds (0-5 year maturity) and long maturity funds.
- Alternate - It will consist of allocations to offshore commodity equity funds as well as domestic Gold ETFs.. Offshore commodity equity funds are funds that would invest in securities of companies that deal in commodities/commodities related activities.

Currently the scheme can invest in Gold ETF/ Equity ETF's only.

The scheme shall invest in equity ETF's upto 30% of the net assets and 50% of the net assets in Moderate AA Plan and Aggressive AA Plan respectively. Further, the scheme shall invest in gold ETF upto 10% and 15% of the net assets in Moderate AA Plan and Aggressive AA plan respectively. Under the Conservative AA Plan the scheme shall invest upto 15% of the net assets in Equity ETF's.

Investments in offshore funds i.e foreign securities, ADR's and GDR's shall be in compliance with the requirement of SEBI circular dated September 26, 2007.

As per the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 modification mentioned above inter alia; change in asset allocation pattern, type of scheme are change in fundamental attributes of scheme. Accordingly, as per Regulation 18(15A) of the said regulation, in case an investor does not wish to continue to hold units in view of the said changes, he / she / it will have the option to exit the said schemes / Plans at prevailing NAV. The said exit option can be availed between November 07, 2011 to December 06, 2011 (both days inclusive). All transaction request received after December 06, 2011, will be subject to load, as may be prevailing in the respective Scheme mentioned in the addendum. It may be noted that the offer to exit is merely an option and is not compulsory.

Please note that redemption request may be submitted to any of the Offices of the AMC or the CAMS Investor Service Centers. Such exit option will not be available to unitholders whose units have been pledged and Mutual Fund has been instructed to mark a lien on such units and the release of the pledge is not obtained and appropriately communicated to Mutual Fund prior to applying for redemption.

4. Change in Exit Load/Contingent deferred Sales Charge ("CDSC")

| Name of the scheme | Revised exit load / CDSC applicable from November 07, 2011 |
|--------------------|---|
| IDFC Nifty Fund | All subscriptions including SIP/STP if redeemed /switched out (to any non equity scheme of IDFC Mutual Fund) within seven days (7 days) from the date of allotment, exit load of 1% shall be charged. |

All other terms of the SID remains unchanged.

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 will be achieved. The NAV of the Scheme 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 and may not necessarily provide a basis for comparison with other investments. IDFC Infrastructure Fund (IDFC-IF), IDFC Monthly Income Plan (IDFC-MIP), IDFC Asset Allocation Fund – Aggressive Plan (IDFC-AAF-AP) IDFC Asset Allocation Fund – Conservative Plan (IDFC-AAF-CP), IDFC Asset Allocation Fund – Moderate Plan (IDFC-AAF-MP) and IDFC Nifty Fund (IDFC NF) are the names of the Schemes and do not in any manner indicate either the quality of the Scheme, its 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 Scheme beyond the corpus of the Trust of Rs. 30,000/-. **Terms of Issue & Load Structure:** During the continuous offer the AMC calculates and publishes NAVs and offers for sale and redemption of units of the Scheme on all Business days. **Entry Loads** – Nil for all the schemes **Exit Load - IDFC-IF:** 1% if redeemed within 365 days from the date of allotment/investment. **IDFC MIP:** 1.00% of the NAV shall be applicable if investors who redeem / switch out such investments within 365 days from the date of subscription applying First in First Out basis, (including investments through SIP/STP). W.e. f. January 07, 2011.No load shall be applicable for switches between between options of the schemes. The exit load/ CDSC of up to 1% of the redemption value charged to the unit holder by the Fund on redemption of units shall be retained by each of the schemes in a separate account and will be utilized for payment of commissions to the ARN Holder and to meet other marketing and selling expenses. Any amount in excess of 1% of the redemption value charged to the unit holder as exit load/ CDSC shall be credited to the respective scheme immediately. **IDFC-AAF-AP, IDFC-AAF-CP, and IDFC-AAF-MP:** 1.50% of the NAV shall be applicable if investors who redeem / switch out such investments within 18 months from the date of subscription applying First in First Out basis, (including investments through SIP/STP). Switches between Plans (within the scheme) shall not attract load. **IDFC NF :** All subscriptions including SIP/STP if redeemed /switched out (to any non equity scheme of IDFC Mutual Fund) within seven days (7 days) from the date of allotment, exit load of 1% shall be charged **Investment Objective: IDFC-IF:** The investment objective of the scheme is to seek to generate long-term capital growth through an active diversified portfolio of predominantly equity and equity related instruments of companies that are participating in and benefiting from growth in Indian infrastructure and infrastructural related activities. However, there can be no assurance that the investment objective of the scheme will be realized. **IDFC-AAF-AP, IDFC-AAF-CP, and IDFC-AAF-MP:** The primary objective of Scheme is to generate capital appreciation through investment in different mutual fund schemes primarily local funds based on a defined asset allocation model. However, there can be no assurance that the investment objective of the scheme will be realized. The recurring expense of the scheme is in addition to the expenses of the schemes in which the Fund of Fund scheme makes investment. **IDFC MIP:** The primary objective of Scheme is to generate regular returns through investment primarily in debt securities. The secondary objective of the Scheme is to generate long-term capital appreciation by investing a portion of the Scheme's assets in equity securities. Monthly Income is not assumed and the same is subject to availability of distributable surplus. **IDFC - NF:** The investment objective of the scheme is to replicate the S&P CNX Nifty Index by investing in securities of the CNX Nifty Index in the same proportion/weightage. However, there is no assurance or guarantee that the objectives of the scheme will be realized and the scheme does not assure or guarantee any returns. **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 Limited as the trustee and IDFC Asset Management Company Limited as the investment manager. Copy of Scheme Information Document and Key Information Memorandum along with application form 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 Call Free: 1-800-226622.

For other scheme specific risk factors and other details please read the Scheme Information Document / Statement of Additional Information carefully before investing.