

NOTICE

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

1. Change in Exit Load/Contingent deferred Sales Charge (“CDSC”)

Name of the scheme	Revised exit load / CDSC applicable from September 06, 2011
IDFC All Seasons Bond Fund (IDFC ASBF)	For all subscriptions including SIP/STP if redeemed /switched out within 1 year (365 days) from the date of allotment exit load shall be 1% of the applicable NAV. However applicable exit load shall not be charged in case of switches to any of the IDFC Equity Oriented Funds (excluding IDFC Nifty Fund, IDFC Premier Equity Fund, IDFC - Tax Advantage (ELSS) Fund, IDFC - Tax Saver (ELSS) Fund and IDFC Arbitrage category funds)

2. Change in Minimum Application Amount of IDFC All Seasons Bond Fund (IDFC ASBF) :

Minimum Application Amount of IDFC All Seasons Bond Fund is revised to Rs 24,000/- from Rs 5,000/- per application w.e.f. September 06, 2011.

All the other terms & conditions of the Statement of Additional Information / Offer Documents / Scheme Information Document remain unchanged.

3. Merger of IDFC Liquid Fund (IDFC LF) with IDFC Cash Fund (IDFC CF)

Notice is hereby given to all the unitholders of IDFC Liquid Fund (IDFC LF) 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 merger of IDFC Liquid Fund (IDFC LF) with IDFC Cash Fund (IDFC CF) with effect from October 06, 2011.

Investors are requested to note that post merger the features of IDFC Cash Fund (IDFC CF) shall be as follows:

Particulars	Scheme Features
Type of Scheme	An open ended liquid scheme
Investment Objective	To generate optimal returns with high liquidity by investing in high quality money market and debt instruments. However there is no assurance that the investment objective of the scheme will be realized
Options under the Scheme	IDFC Cash Fund - Plan A, B & C - Growth, IDFC Cash Fund - Plan A - Daily Dividend, Weekly Dividend Monthly dividend & Periodic Dividend, IDFC Cash Fund - Plan B - Daily Dividend, weekly Dividend, Monthly Dividend & Periodic Dividend, IDFC Cash Fund - Plan C - Daily Dividend, Weekly dividend, Monthly Dividend & Periodic Dividend
Minimum application amount	Plan A- Rs. 5,000/- Plan B - Rs. 1 crore Plan C - Rs. 5 crore
Disclosure of NAV	The NAV will be calculated and disclosed at the close of every Business day.
Liquidity	Being an open ended liquid scheme, units may be redeemed on every Business Day at NAV based prices subject to the prevailing exit load structure.
Expense Ratio	Recurring expenses upto 2.25% under all options
Entry Load	Not applicable
Exit Load	NIL

The investors under the Dividend Option under all sub options under Plan A, D & F of the merging scheme (IDFC LF) is proposed to be merged into IDFC CF - Plan C under the respective sub option for e.g. the Monthly dividend option of IDFC Liquid Fund Plan A shall get merged with IDFC Cash Fund - Plan C monthly dividend option. Likewise, Growth Option under all the sub options (Pan A, D & F) of the merging scheme (IDFC LF) is proposed to be merged into the Growth Option of IDFC CF - Plan C.

The NAV applicable for such transfer shall be the NAV declared as on the close of business hours on the date of merger.

The transfer of units consequent to merger shall be considered as redemption in the merging scheme and purchase in the surviving scheme. The investors registered for systematic investment plan under the merging scheme will be continued in the surviving scheme.

The merger tantamounts to change in the fundamental attribute of the merging scheme. Accordingly, necessary letter to unitholders are being dispatched. The existing unitholders, who dissent to the above merger, are entitled to exit the scheme anytime between September 07, 2011 to October 06, 2011 (both days inclusive). The redemption requests received will be processed at NAV as on the date of receipt of the request subject to the applicable cut-off time.

The sales of the units of IDFC LF will stand suspended w.e.f. October 07, 2011. All the unitholders of IDFC LF as at the end of October 06, 2011 will automatically become the unitholders of IDFC CF, with units allotted in the latter scheme at the prevailing NAV of the relevant option on that date.

This Notice forms an integral part of Scheme Information Documents/Addendums to the Scheme of IDFC Mutual Fund, as amended from time to time.

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. IDFC All Seasons Bond Fund (IDFC ASBF), IDFC Liquid Fund (IDFC - LF) and IDFC Cash Fund (IDFC - CF) are the names of the Schemes and do not in any manner indicate either the quality of the scheme(s), 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/-. Investors in the scheme are not being offered any guaranteed or assured rate of return. **Investment Objective:** IDFC ASBF: The investment objective of the scheme is to generate optimal returns with high liquidity by active management of portfolio, by investing predominantly in debt oriented mutual fund schemes and money market instruments. There can be no assurance that the investment objective of the scheme will be realized. IDFC - LF: To generate optimal returns with high liquidity by investing in high quality money market and debt instruments. However there is no assurance that the investment objective of the scheme will be realized. IDFC - CF: It is an open-ended liquid fund with an objective to generate optimal returns with high liquidity by investing in high quality money market and debt instruments. However there is no assurance that the investment objective of the scheme will be realized. **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 IndiaBulls 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.