

Notice - Cum - Addendum No. 09 of 2016

Addendum to the Scheme Information Document and Key Information Memorandum of IDFC Infrastructure Fund

Change in the Investment Strategy of IDFC Infrastructure Fund:

NOTICE is hereby given that the Investment Strategy of IDFC Infrastructure Fund (“the Scheme”) shall be modified with effect from April 21, 2016 to allow greater flexibility in managing the Scheme. The details of the changes to the Investment Strategy are as follows:

| Existing Strategy | Proposed Strategy |
|---|--|
| <p>The Fund shall invest primarily in Infrastructure Sectors.</p> <p>Infrastructure Sector will be considered as those sectors/ activities that are covered by the definition of Infrastructure by RBI/ World Bank as given below. The fund will consider all companies that are engaged in financing, developing, operating and maintaining any facility/ project in any of the sectors defined as Infrastructure Sector as per the RBI/ World Bank.</p> | <p>The Fund will primarily invest in Infrastructure Sector and across the entire Value Chain around the Infrastructure Sector.</p> <p>Infrastructure Sector for the purpose of this Scheme will be considered as those sectors/ activities that are covered under the ‘Harmonised Master List of Infrastructure sub-sectors’ of the Government of India or by the ‘Definition of Infrastructure Lending’ as considered by RBI or companies forming part of the Scheme’s benchmark index. The fund will consider all companies that are engaged in financing, developing, constructing, operating, maintaining or creating building blocks of any facility/ project in the Infrastructure sector as defined above.</p> <p>The Value Chain would consist of Infrastructure Assets (power, oil & gas, transport infra viz. road/ rail/ waterway/ air/ space/ defence, water supply & irrigation, mining, housing & real estate, telecom); or similar facilities (power generation/ transmission/ distribution, oil & gas-fields, refineries, petrochemicals, fuel retailing, import terminals, liquefaction/ re-gasification/ storage terminals, pipelines, city gas, warehouses, shipyards, space/ defence facilities, dams/ canals, industrial plants & machinery, industrial park or special economic zone, telecom network & towers); Social Infrastructure (educational institutions, hotels & resorts, convention centres, amusement parks/ rides, stadiums, hospitals, cold chain & storage); Ancillaries (capital goods/ industrial suppliers, equipment and component manufacturers, general engineering, telecom/construction equipments, road/ rail/ water/ air/ space/ defence related rolling/ transport stock, construction & building materials, space/ defence suppliers); Raw Materials (coal, crude, metals, cement, chemicals, petrochemicals, industrial gases, water/ air/ wind/ solar; and derivatives of these); Infrastructure Services (engineering procurement or construction, project management, advisory/ consultancy, road/ rail/ waterway/ port/ airport/ space/ defence based services); Transportation Services (road/ rail/ water/ air/ space/ defence based logistics, tourism, shipping, airlines, metro rail, offshore vessels); Urban Services (water treatment system, sanitation and sewerage system or solid waste management system, garbage disposal or processing, smart city projects, smart grids, urban transport, trunk/ broadband network and internet services); Financial services (infrastructure/ housing finance, investment/ intermediation firms)</p> <p>In respect of Financial services, the companies having at least 50% of its balance sheet or revenues in/from Infrastructure sector or value chain around infrastructure sector as specified above, will be considered as Infrastructure related financial services for investment by the Scheme.</p> |

The Investment Objectives and the Asset Allocation Pattern of the Scheme remains unchanged and the scheme continues to be a sector specific scheme.

The change in investment strategy, being a change in fundamental attributes of the Scheme, in terms of regulation 18(15A) of SEBI (Mutual Funds) Regulations, investors in the Scheme are given an option to exit at the prevailing Net Asset Value without any exit load, in case they do not wish to continue in this scheme in view of the change in Investment Strategy. The period of this no load exit offer is valid for a period of 30 days from March 21, 2016 to April 20, 2016 (both days inclusive). The normal redemption form may be used for this purpose and submitted at any of the IDFC AMC / CAMS ISCs. The no load exit option will be available only to those investments in the Scheme made prior to March 21, 2016. Unitholders who do not exercise the exit option on or before April 20, 2016 would be deemed to have consented to the proposed change.

The change in investment strategy of the Scheme has been approved by the Board of Directors of the AMC and the Trustee Company.

All other features, terms and conditions of the Scheme, as stated in the Scheme Information Document (SID) & the Key Information Memorandum (KIM) of the Scheme, read with the addenda issued from time to time, remain unchanged.

The Notice - Cum - Addendum forms an integral part of the SID and KIM of the Scheme, read with the addenda.

Date: March 11, 2016

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS, READ ALL SCHEME RELATED DOCUMENTS CAREFULLY.