

## Notice - Cum - Addendum No. 31 of 2017

### Addendum to the Scheme Information Document (SID) and Key Information Memorandum (KIM) of IDFC Cash Fund

#### Introduction of 'Insta-redemption Facility':

In accordance with SEBI/HO/IMD/DF2/CIR/P/2017/39 dated May 8, 2017, a facility called 'Insta-Redemption Facility' is being introduced in IDFC Cash Fund effective August 24, 2017.

Under this facility, IDFC Mutual Fund shall endeavour to send the redemption proceeds to the registered bank account of the investor instantly upon receipt of Insta-redemption request using Immediate Payment Service (IMPS) provided by various banks. The facility shall be available on all days at all points of time.

Salient features of the Insta-redemption Facility are as follows:

<b>Eligible Plans and Options</b>	The Insta-redemption facility is available only under Growth Option of Regular Plan and Direct Plan of IDFC Cash Fund.
<b>Eligible Investors</b>	This facility is available only to resident individual investors.
<b>Pre-requisites</b>	i) The registered bank account selected by the investor for redemption payout should be complete Core Banking System (CBS) account number along with the IFSC Code of the Bank branch. ii) Investor's bank is enabled for Immediate Payment Service (IMPS) on the NPCI platform.
<b>Mode of transaction</b>	i) The transaction under this Facility needs to be submitted only through online transaction facility available on the Mutual Fund's website (www.idfcmf.com). ii) The redemption payout under the Insta-redemption facility will be made to any of the registered bank accounts in the Folio as selected by the investor for redemption payout.
<b>Scenarios under which this Facility may be suspended</b>	If the conditions specified above are not fulfilled or if the IMPS facility provided by bank is not functional or if there is any technical issue with the transactional portal of the website, the Insta redemption facility may not be available/ availed. In certain cases, investors may be provided option to convert the insta-redemption to a normal redemption with T+1 business day payout at the discretion of the AMC.
<b>Minimum Redemption Amount</b>	Rs.500 and in multiple of Re.1/- thereafter. The redemption request under this Facility can be submitted only in terms of amount. Redemption request in terms of no. of units will not be accepted.
<b>Maximum Redemption Amount</b>	Rs.50,000/- or 90% of latest available clear balance in the scheme, whichever is lower. This limit shall be applicable per day per investor (calculated basis First / Sole holder's PAN/PEKRN across folios).  Latest available clear balance is calculated as no. of clear redeemable units in the scheme multiplied by the latest available NAV in the Growth option of the respective Plan in the Scheme. For this purpose, available clear units are such units in the folio for which the investor can place a redemption request at any point of time after considering units which are un-cleared for funds realisation or reconciliation, or are under lien, or are in dematerialized mode and after considering any un-posted / un-processed transaction(s) pending for unit adjustments. The decision of the AMC in determining the redeemable / clear balance shall be final.
<b>NAV applicability</b>	The NAV applicable for processing redemptions under the Insta-redemption Facility shall be as follows : i) where the application is received up to 3.00 p.m. - the lower of (a) NAV of previous calendar day and (b) NAV of calendar day on which application is received. ii) where the application is received after 3.00 p.m. - the lower of (a) NAV of calendar day on which such application is received, and (b) NAV of the next calendar day.

The AMC reserves the right to reject any redemption /switch-out / systematic withdrawal or transfer request received through any other mode for any business day, i.e. physical, electronic, etc. if an Insta-redemption request has been received subsequently and such Insta-redemption is pending to be processed/posted.

For operational purpose, a temporary internal lien (Hold) will be marked on units of value equivalent to 105% of the insta-redemption amount till the time of posting of the insta-redemption transaction. During the period the Hold persists, the blocked units will not be available for transaction in the Folio. The Hold will be released upon final processing of the transaction at applicable NAV.

As an illustrative example, if an investor has placed an insta-redemption request of Rs.50,000/-, Hold will be marked on units of value equivalent to Rs.52,500/- (being 105% of Rs.50,000) based on last available NAV. At the time of posting the insta-redemption transaction (based on last available NAV), Hold to the extent of Rs.50,000/- will be removed and units of equivalent value will be redeemed. Hold will however continue on the balance units (of value equivalent to Rs.2,500/-) till receipt of the NAV applicable for the Insta-redemption transaction (refer the section "NAV applicability" in the table above) and re-processing of the transaction in case the applicable NAV is less than the NAV at which insta-redemption has been initially posted. The Hold on the balance units will be removed thereafter and the blocked units will be available in the folio for future transactions.

#### Illustration of Maximum redemption amount

Particulars	Amount (in Rs.)		
	Scenario 1	Scenario 2	Scenario 3
Latest value of investment in the scheme	40,000/-	50,000/-	80,000/-
90% of the latest value of investment	36,000/-	45,000/-	72,000/-
Redeemable insta-redemption amount	36,000/-	45,000/-	50,000/-

Under this facility, the IDFC AMC shall endeavor to send the redemption proceeds to the registered bank account of the investor instantly upon receipt of Instant Redemption request using Immediate Payment Service (IMPS) provided by various banks. The facility shall be available on all days at all points of time.

The Trustee/ AMC reserve the right to modify/revise the features, terms & conditions of this Facility or withdraw/discontinue the same at any time in future, subject to the Regulations.

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

This addendum forms an integral part of the SID / KIM of the Scheme, read with the addenda.

Date: August 23, 2017

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