



IDFC Yearly Series Interval Fund - Series I (IDFC YS IF - Series I)

IDFC Yearly Series Interval Fund - Series II (IDFC YS IF - Series II)

IDFC Yearly Series Interval Fund - Series III (IDFC YS IF - Series III)

IDFC Interval Fund - Series 4 (IDFC IF - Series 4)

TRUSTEE REPORT

THE TRUSTEE REPORT COVERS FOLLOWING SCHEMES.

- 1) IDFC Yearly Series Interval Fund - Series I
- 2) IDFC Yearly Series Interval Fund - Series II
- 3) IDFC Yearly Series Interval Fund - Series III
- 4) IDFC Interval Fund - Series 4

TRUSTEE REPORT

Dear Unit-holder,

The Directors of IDFC AMC Trustee Company Limited hereby present the Fourteenth Annual Report of IDFC Mutual Fund for the year ended March 31, 2014.

IDFC MUTUAL FUND

IDFC Mutual Fund ("the Mutual Fund" or "the Fund") previously known as Standard Chartered Mutual Fund (which was earlier known as ANZ Grindlays Mutual Fund) had been constituted as a Trust in accordance with the provisions of the Indian Trusts Act, 1882 (2 of 1882) vide a Trust Deed dated December 29, 1999. The office of the Sub-Registrar of Assurances at Mumbai had registered the Trust Deed establishing the Fund under the Registration Act, 1908. The Fund was registered with SEBI vide registration number MF/042/00/3 dated March 13, 2000. A deed of amendment to the Trust Deed has been executed and registered to recognize the change in the sponsor of the Mutual Fund. The deed of variation to the Trust Deed, dated May 30, 2008, made IDFC the sponsor of the Mutual Fund and IDFC AMC Trustee Company Limited, the Trustee. The Trust has been formed for the purpose of pooling of capital from the public for collective investment in securities / any other property for the purpose of providing facilities for participation by persons as beneficiaries in such properties/ investments and in the profits / income arising there from.

IDFC / its nominees acquired 100% equity shares of the Asset Management Company and the Trustee Company and further contributed an amount of Rs.10, 000/- to the corpus of the Fund (the total contribution of the sponsors till date including this contribution, stands at Rs. 30,000). Natixis Global Asset Management Asia Pte. Ltd., a Singapore Limited company, which is a 100% indirect subsidiary of Natixis Global Asset Management ("NGAM") has acquired on December 9, 2011, 25% of the total issued and paid up equity share capital plus one equity share in each of IDFC Asset Management Company Limited and IDFC AMC Trustee Company Limited respectively.

The Trustee is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the unit holders. The trustees been discharging its duties and carrying out the responsibilities as provided in the regulations and the trust deed. The trust seeks to ensure that the fund and the schemes floated there under are managed by the AMC in accordance with the trust deed and the regulations, directions and guidelines issued by the SEBI, the stock exchanges, the Association of the Mutual Funds in India.

During the Financial year 2013-2014, 58 close ended schemes (55 fixed maturity plan & 3 close ended equity schemes) and 1 Interval scheme were launched by the Mutual Fund. The total Average Asset Under Management (AUM) under all its schemes as on March 31, 2014 aggregated to Rs 41244.96 crore.

THE SPONSOR

IDFC Mutual Fund is sponsored by IDFC Limited (IDFC). The sponsor is the settler of the Mutual Fund Trust. The sponsor has entrusted a sum of Rs. 30,000 to the Trustees as its contribution towards the corpus of the Mutual Fund.

IDFC is a leading diversified financial institution providing a wide range of financing products and fee-based services with infrastructure as its focus area. IDFC's key businesses include project finance, investment banking, asset management, principal investments and advisory services. IDFC also works closely with government entities and regulators in India to advise and assist in formulating policy and regulatory frameworks that support private investment and public-private partnerships in infrastructure development.

IDFC was established in 1997 as a private sector enterprise by a consortium of public and private investors and operates as a professionally managed commercial entity. IDFC listed its equity shares in India pursuant to an initial public offering in August 2005. As on March 31, 2014, IDFC's shareholders included the Government of India – 17.24 %, FII/FDI – 53.69% and public / others [i.e. Resident individuals, Indian Financial Institutions, Bodies corporate, Insurance cos., Mutual Funds, Banks] – 29.07%. As on March 31, 2014, IDFC had an asset base of over USD 12.51 billion, net worth of USD 2.50 billion and market capitalization of USD 3.08 billion (calculated at USD = Rs. 60.10)

IDFC AMC TRUSTEE COMPANY LIMITED

ANZ Trustee Company Private Limited, a company registered under the Companies Act, 1956, was established by Australia and New Zealand Banking Group (ANZ) and had been appointed as the Trustee of ANZ Grindlays Mutual Fund vide Trust Deed dated December 29, 1999, as amended from time to time. ANZ sold the mutual fund business to Standard Chartered Bank (SCB) in 2001, pursuant to which SCB held 100% stake in the equity share capital of the Trustee Company. SCB agreed to sell the business to IDFC Limited in 2008. Pursuant to the transaction, IDFC/ its nominees hold 100% of the shares of the Trustee Company. The company has now

been renamed as IDFC AMC Trustee Company Limited (which was earlier known as IDFC AMC Trustee Company Private Limited).

On December 9, 2011, the sponsor, IDFC Ltd which is also the shareholder of IDFC Asset Management Company Limited (AMC), sold 25% of the total issued and paid up equity share capital plus one equity share in IDFC AMC Trustee Company Limited to NGAM Asia, a Singapore Limited company, which is a 100% indirect subsidiary of NGAM. NGAM is owned by Natixis, a French investment banking and financial services firm. Natixis is principally owned by BPCE, France's second largest banking group. BPCE is owned by banks comprising two autonomous and complementary retail banking networks consisting of the Caisse d'Epargne regional savings banks and the Banque Populaire regional cooperative banks.

After the sale, the sponsor/shareholder holds 74.998% and NGAM through its wholly-owned subsidiary NGAM Asia holds 25.002%, of the equity share capital of the Trustee Company. The company shall through its Board of Directors discharge its obligation as Trustee of IDFC Mutual Fund. The Trustee ensures that the transactions entered into by the AMC are in accordance with the SEBI Regulations and also review the activities carried on by the AMC.

The Directors of IDFC AMC Trustee Company Limited as on July 10, 2014:

- Mr. Sunil Kakar
- Mr. Dattatraya M. Sukthakar
- Mr. Jamsheed G. Kanga
- Mr. Tara Sankar Bhattacharya
- Mr. Venkatesan Sridar
- Mr. Geoffroy Sartorius
- Mr. Bharat Sumant Raut

IDFC ASSET MANAGEMENT COMPANY LIMITED

IDFC Asset Management Company Limited (which was earlier known as IDFC Asset Management Company Private Limited), a company incorporated under the Companies Act, 1956 on May 27, 2008, having its Registered Office at One India Bulls Centre, 841, Jupiter Mills Compound, Senapati Bapat Marg, Elphinstone Road (West), Mumbai 400 013 is the Asset Management Company of IDFC Mutual Fund. It had been appointed as the investment manager of the Mutual Fund vide a deed of variation to the Investment Management Agreement, dated May 30, 2008. The Deed of variation to the IMA was entered into between IDFC Asset Management Company Limited and IDFC AMC Trustee Company Limited.

The Company originally known as ANZ Grindlays Asset Management Company Private Limited, was established by Australia and New Zealand Banking Group (ANZ), and had been appointed by the Trustee to act as the Investment Manager of the ANZ Grindlays Mutual Fund vide the Investment Management Agreement dated January 3, 2000. Consequent to sale of business by ANZ to Standard Chartered Bank (SCB) in 2001, 75% stake in the equity share capital of the AMC and 100% stake in the Preference Share Capital of the AMC had been transferred to SCB. IDFC acquired the equity and preference shares held by SCB in the Asset Management Company Private Limited (AMC) on May 30th 2008. IDFC also acquired the equity shares held by minority shareholders in the AMC. On December 9, 2011, NGAM Asia, a Singapore Limited company, which is a 100% indirect subsidiary of NGAM, acquired 25% of the total issued and paid up equity share capital plus one equity share in each of IDFC Asset Management Company Limited and IDFC AMC Trustee Company Limited respectively.

NGAM is owned by Natixis, a French investment banking and financial services firm. Natixis is principally owned by BPCE, France's second largest banking group. BPCE is owned by banks comprising two autonomous and complementary retail banking networks consisting of the Caisse d'Epargne regional savings banks and the Banque Populaire regional cooperative banks.

IDFC Asset Management Company Limited through its subsidiary IDFC Investment Advisors Ltd. acts as a Portfolio Manager and is registered with SEBI under the SEBI (Portfolio Managers) Regulation Act, 1993, with registration number as INP00002064. IDFC Investment Advisors Ltd is also Investment Manager to registered Venture Capital Fund - IDFC SPICE Fund. All these activities are not in conflict with the activities of the mutual fund.

Shareholding pattern of the AMC:

| Shareholder | Percentage |
|--|------------|
| IDFC / persons / entities nominated by IDFC | 74.998% |
| Natixis Global Asset Management Asia Pte. Ltd. | 25.002% |

The Directors of IDFC Asset Management Company Limited as on July 10, 2014:

- Dr. Rajiv Lall
- Mr. Pradip Madhavji
- Mrs. Bakul Patel
- Mr. Vikram Limaye
- Mr. Eric Ward
- Mr. Vishwavir Saran Das

TRUSTEE REPORT (Contd.)

DETAILS OF THE SCHEME(S) AS ON MARCH 31, 2014

| Name of Scheme | Investment Objective | Launch & Allotment Dates | NAV (Growth) (in Rs.) & AUM (Rs.) March 28, 2014 |
|---|--|--------------------------|---|
| IDFC Yearly Series Interval Fund - Series I | To seek to generate returns from investments in Debt and Money Market instruments. There can be no assurance that the investment objective of the scheme will be realised. | 17-Jan-13 | 11.0538 (Direct) 11.0426 (Regular) & 288.48 Crores |
| IDFC Yearly Series Interval Fund - Series II | To seek to generate returns from investments in Debt and Money Market instruments. There can be no assurance that the investment objective of the scheme will be realised. | 7-Feb-13 | 11.0816 (Direct) 11.0714 (Regular) & 139.99 Crores |
| IDFC Yearly Series Interval Fund - Series III | To seek to generate returns from investments in Debt and Money Market instruments. There can be no assurance that the investment objective of the scheme will be realised. | 14-Feb-13 | 11.0900 (Direct) 11.0833 (Regular) & 126.73 Crores |
| IDFC Interval Fund - Series 4 | To seek to generate returns from investments in Debt and Money Market instruments maturing on or before the opening of the immediately following Specified Transaction Period of the scheme. There is no assurance or guarantee that the objective of the scheme will be realized. | 24-Jan-14 | 10.1480 (Direct) 10.1472 (Regular) & 41.35 Crores |

PERFORMANCE OF THE SCHEMES AS ON MARCH 31, 2014

IDFC Yearly Series Interval Fund - Series I

| Period | Scheme Returns (%) ^ | Benchmark Returns (%) | Scheme Returns (%) ^ | Benchmark Returns (%) |
|-----------------|----------------------|-----------------------|----------------------|-----------------------|
| | Direct | | Regular | |
| 1 Year | 9.08 | 8.71 | 8.98 | 8.71 |
| Since Inception | 8.88 | 8.68 | 8.78 | 8.68 |

Benchmark - Crisil Short Term Bond Fund Index

IDFC Yearly Series Interval Fund - Series II

| Period | Scheme Returns (%) ^ | Benchmark Returns (%) | Scheme Returns (%) ^ | Benchmark Returns (%) |
|-----------------|----------------------|-----------------------|----------------------|-----------------------|
| | Direct | | Regular | |
| 1 Year | 9.22 | 8.71 | 9.13 | 8.71 |
| Since Inception | 9.60 | 8.82 | 9.50 | 8.82 |

Benchmark - Crisil Short Term Bond Fund Index

IDFC Yearly Series Interval Fund - Series III

| Period | Scheme Returns (%) ^ | Benchmark Returns (%) | Scheme Returns (%) ^ | Benchmark Returns (%) |
|-----------------|----------------------|-----------------------|----------------------|-----------------------|
| | Direct | | Regular | |
| 1 Year | 9.54 | 8.71 | 9.48 | 8.71 |
| Since Inception | 9.89 | 8.88 | 9.83 | 8.88 |

Benchmark - Crisil Short Term Bond Fund Index

IDFC Interval Fund - Series 4

| Period | Scheme Returns (%) ^ | Benchmark Returns (%) | Scheme Returns (%) ^ | Benchmark Returns (%) |
|-----------------|----------------------|-----------------------|----------------------|-----------------------|
| | Direct | | Regular | |
| Since Inception | 1.48 | 1.82 | 1.47 | 1.82 |

Benchmark - Crisil Liquid Fund Index

^ Growth Option

Note: Returns less than one year is calculated on absolute basis and more than 1 year calculated on Compounded Annualised basis.

Past performance may or may not be sustained in future.

INVESTOR SERVICES

Following new initiatives have been undertaken for the benefit of Investors:

- Capital Gain Statements for the Last Financial Year has been sent to all the Investors, by email.
- Annual Account Statements have been sent by Email to the investors.
- 83% of the total dividends paid through Electronic Mode i.e. Direct Credit / NEFT and NECS.
- 87.52% of the total redemptions paid through Electronic Mode.
- Alerts and Transaction Confirmation sent through Communicator.
- Introduced "statements@idfc.com" email id.
- Auto triggered "Funds not received" e-mails to the investors.

Additional conveniences provided to investors through our website www.idfcmf.com:

- Subscription facility has been provided for e-statements at Daily, Weekly, Monthly, Quarterly, Half-yearly or Annual frequencies.
- Online registration & de-registration for systematic transactions including SIP, SWP and STP.
- Investor can opt for online change of dividend sub-option from payout to reinvest and vice-versa.
- Option to investors to register online for dividend sweep into any eligible scheme.
- Security features have been enhanced by alerting the investor through SMS on every successful login into his online account.

TRUSTEE REPORT (Contd.)

UNCLAIMED DIVIDENDS & REDEMPTIONS FOR F.Y. 2013-2014: NIL

STATUTORY DETAILS

The price and redemption value of units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments.

The Sponsors are not responsible or liable for any loss resulting from the operations of the scheme of the fund beyond their total contribution of Rs. 30,000 for setting up the fund and such other accretions / additions to the same. The sponsor shall be responsible to safeguard the interests of the unit holders and ensure that the AMC functions in the interest of the investors and in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, the provisions of the Trust Deed and the Scheme Information Document of the scheme

On written request and on payment of requisite fee present and prospective unit holders/investors can obtain copy of the trust deed, the annual report of the scheme and the asset management company and the text of the relevant scheme. Full Annual Report is also disclosed on the website (www.idfcmf.com) and is available for inspection at the Head Office of the Mutual Fund.

Redressal of Complaints received against Mutual Funds (MFs) during 2013-14:

Name of Mutual Fund : IDFC Mutual Fund

Total number of folios : 579251

| Complaint Code | Type of Complaint [#] | (a) No. of complaints pending at the beginning of the year | Action on (a) and (b) | | | | | | | | | |
|----------------|--|--|--|----------------|------------|-------------|-----------------|-----------------|------------|------------|------------|-------------|
| | | | (b) No. of Complaints received during the year | Resolved | | | | Non Actionable* | Pending | | | |
| | | | | Within 30 days | 30-60 days | 60-180 days | Beyond 180 days | | 0-3 months | 3-6 months | 6-9 months | 9-12 months |
| I A | Non receipt of Dividend on Units | - | 99 | 99 | - | - | - | - | - | - | - | - |
| I B | Interest on delayed payment of Dividend | - | - | - | - | - | - | - | - | - | - | - |
| I C | Non receipt of Redemption Proceeds | - | 110 | 109 | - | - | - | - | 1 | - | - | - |
| I D | Interest on delayed payment of Redemption | - | 1 | 1 | - | - | - | - | - | - | - | - |
| II A | Non receipt of Statement of Account/Unit Certificate | - | - | - | - | - | - | - | - | - | - | - |
| II B | Discrepancy in Statement of Account | - | - | - | - | - | - | - | - | - | - | - |
| II C | Non receipt of Annual Report/Abridged Summary | - | - | - | - | - | - | - | - | - | - | - |
| III A | Wrong switch between Schemes | - | - | - | - | - | - | - | - | - | - | - |
| III B | Unauthorized switch between Schemes | - | - | - | - | - | - | - | - | - | - | - |
| III C | Deviation from Scheme attributes | - | - | - | - | - | - | - | - | - | - | - |
| III D | Wrong or excess charges/load | - | - | - | - | - | - | - | - | - | - | - |
| III E | Non updation of changes viz. address, PAN, bank details, nomination, etc | - | - | - | - | - | - | - | - | - | - | - |
| IV | Others | - | 493 | 492 | 1 | - | - | - | - | - | - | - |
| | TOTAL | - | 703 | 701 | 1 | - | - | - | 1 | - | - | - |

including against its authorized persons/ distributors/ employees. etc.

* Non actionable means the complaint that are incomplete / outside the scope of the mutual fund

TRUSTEE REPORT (Contd.)

VOTING POLICY

As per the requirements of SEBI Circular No. SEBI/IMD/CIR No.18/198647/2010 dated March 15, 2010, the General policies and procedures for exercising voting rights (along with the relevant disclosures) in respect of the shares held by the Schemes of IDFC Mutual Fund; is disclosed here below and also hosted on the website – www.idfcmf.com.

Management Proposals

| Meeting Date | Type of Meeting | Name of the Company | Proposal | Management Recommendation | Vote (For/Against/Abstain) |
|------------------|-----------------|---------------------|--|---------------------------|----------------------------|
| December 9, 2013 | Postal Ballot | Trent Limited | The Scheme of Amalgamation and Arrangement between Landmark Limited and Fiora Link Road Properties Limited and Trexa ADMC Private Limited and Trent Limited and their respective shareholders and creditors. | For | For |
| December 9, 2013 | Postal Ballot | Trent Limited | Utilisation of Securities Premium Account of Company to adjust the debit balance in Amalgamation Reserve Account, if any. | For | For |

Shareholder Proposals

| Meeting Date | Type of Meeting | Name of the Company | Proposal | Management Recommendation | Vote (For/Against/Abstain) |
|---------------|-----------------|---------------------|---|---|---|
| July 22, 2013 | AGM | Canara Bank | To elect three Directors from amongst Shareholders of the Bank other than the Central Government. | Ballot voting was conducted and the following directors were elected : 1. Mr. Brij Mohan Sharma 2. Mr. Rajinder Kumar 3. Mr. Sanjay Jain | For Mr.Anup prakash Garg, Mr Brij Mohan Sharma & Mr. Umesh Nath Kapur |

ACKNOWLEDGEMENT

The Board of Directors of IDFC AMC Trustee Company Limited wish to place on record their gratitude to the unitholders for their continued support and to the Securities and Exchange Board of India, the Reserve Bank of India, the Registrars, Association of Mutual Funds in India, Bankers, the Custodians, IDFC Limited (Sponsor), service providers, business partners and the employees of the AMC for the support provided by them during the year.

For IDFC AMC Trustee Company Limited
(Trustees to IDFC Mutual Fund)

Sd/-

Sunil Kakar
Chairman

Place : Mumbai
Date : July 22, 2014

| Name | CIN/DIN | Website | Email ID |
|---------------------------------------|-----------------------|----------------|-----------------|
| IDFC Limited | L65191TN1997PLC037415 | www.idfc.com | info@idfc.com |
| IDFC Asset Management Company Limited | U65993MH1999PLC123191 | www.idfcmf.com | info@idfcmf.com |
| IDFC AMC Trustee Company Limited | U69990MH1999PLC123190 | www.idfcmf.com | info@idfcmf.com |
| Dr. Rajiv Lall | 00131782 | | |
| Mrs. Bakul Patel | 00580300 | | |
| Mr. Pradip Madhavji | 00549826 | | |
| Mr. Eric Ward | 03522521 | | |
| Mr. Vikram Limaye | 00488534 | | |
| Mr. Vishwvir Saran Das | 03627147 | | |
| Mr. Sunil Kakar | 03055561 | | |
| Mr. D. M. Sukthankar | 00034416 | | |
| Mr. Jamsheed Kanga | 00045641 | | |
| Mr. Tara Sankar Bhattacharya | 00157305 | | |
| Mr. Venkatesan Sridar | 02241339 | | |
| Mr. Geoffroy Sartorius | 03536833 | | |
| Mr. Bharat S. Raut | 00066080 | | |

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF
IDFC AMC TRUSTEE COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of the under mentioned **Fixed Interval Plans Schemes** (the "schemes") which comprise the Balance Sheet as at March 31, 2014 and the Revenue Account for the year/period then ended and a summary of the significant accounting policies and other explanatory information.

| Name of the Scheme | Year / Period |
|---|---|
| IDFC Yearly Series Interval Fund - Series I | April 01, 2013 to March 31, 2014 |
| IDFC Yearly Series Interval Fund - Series II | April 01, 2013 to March 31, 2014 |
| IDFC Yearly Series Interval Fund - Series III | April 01, 2013 to March 31, 2014 |
| IDFC Interval Fund - Series 4 | January 31, 2014 (Date of Commencement) to March 31, 2014 |

Management's Responsibility for the Financial Statements

The Managements of IDFC Trustee Company Limited (the "Trustee") and IDFC Asset Management Company Limited (the "AMC") are responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with accounting policies and standards as specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 ("the SEBI Regulations") and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Scheme's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the SEBI Regulations in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Schemes as at March 31, 2014 and
- (b) in the case of the Revenue Account, of the Surplus of the Schemes for the year/period ended on that date.

Emphasis of Matter

We draw attention to Note No. 21 in Schedule 7-B of the financial statements wherein the Management of the AMC has explained its rationale regarding Accounting Standards issued by the Institute of Chartered Accountants of India as not being applicable to mutual funds.

Our opinion is not qualified in respect of this matter.

Report on Regulatory Requirements

1. As required by paragraph 55 of the Regulations, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) The Balance Sheet and the Revenue Account dealt with by this Report are in agreement with the books of account of the Scheme.
 - (c) The financial statements have been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule of the SEBI Regulations.
2. As required by clause 2 (ii) of Eighth Schedule of the SEBI Regulations, we report that, Non - traded securities have been valued following the "Principles of Fair Valuation" approved by the Board of Directors of the Trustee and the AMC, on the basis of average prices/ yields provided by AMFI approved agencies. In our opinion, these valuations are fair and reasonable.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Registration No. 117365W)

Sd/-

Z. F. Billimoria
Partner
(Membership No. 42791)

Mumbai, July 22, 2014.

Abridged Balance Sheet as at March 31, 2014

Rupees in Lakhs

| | IDFC YS IF - Series I | | IDFC YS IF - Series II | | IDFC YS IF - Series III | | IDFC IF - Series 4 | |
|--------------------|--|-----------------------|------------------------|-----------------------|-------------------------|-----------------------|-----------------------|-----------------|
| | As at Mar 31, 2014 | As at Mar 31, 2013 | As at Mar 31, 2014 | As at Mar 31, 2013 | As at Mar 31, 2014 | As at Mar 31, 2013 | As at Mar 31, 2014 | |
| LIABILITIES | | | | | | | | |
| 1 | Unit Capital | 26,083.51 | 27,472.34 | 12,640.74 | 25,669.15 | 11,509.21 | 10,003.84 | 4,092.00 |
| 2 | Reserves & Surplus | 2,764.47 | 384.37 | 1,358.49 | 390.19 | 1,164.26 | 129.98 | 42.80 |
| 2.1 | Unit Premium Reserve | - | - | 0.27 | - | - | - | - |
| 2.2 | Unrealised Appreciation Reserve | 8.51 | - | 58.91 | 87.22 | 53.94 | 31.53 | - |
| 2.3 | Other Reserves | 2,755.96 | 384.37 | 1,299.31 | 302.97 | 1,110.32 | 98.45 | 42.80 |
| 3 | Loans & Borrowings | - | - | - | - | - | - | - |
| 4 | Current Liabilities & Provisions | 1.48 | 2.59 | 1.01 | 2.29 | 0.66 | 0.62 | 0.22 |
| 4.1 | Provision for doubtful Income/Deposits | - | - | - | - | - | - | - |
| 4.2 | Other Current Liabilities & Provisions | 1.48 | 2.59 | 1.01 | 2.29 | 0.66 | 0.62 | 0.22 |
| | TOTAL | 28,849.46 | 27,859.30 | 14,000.24 | 26,061.63 | 12,674.13 | 10,134.44 | 4,135.02 |
| ASSETS | | | | | | | | |
| 1 | Investments | | | | | | | |
| 1.1 | Listed Securities: | 2,202.21 | - | - | - | - | - | - |
| 1.1.1 | Equity Shares | - | - | - | - | - | - | - |
| 1.1.2 | Preference Shares | - | - | - | - | - | - | - |
| 1.1.3 | Equity Linked Debentures | - | - | - | - | - | - | - |
| 1.1.4 | Other Debentures & Bonds | 2,202.21 | - | - | - | - | - | - |
| 1.1.5 | Securitized Debt securities | - | - | - | - | - | - | - |
| 1.2 | Securities Awaited Listing: | - | - | - | - | - | - | - |
| 1.2.1 | Equity Shares | - | - | - | - | - | - | - |
| 1.2.2 | Preference Shares | - | - | - | - | - | - | - |
| 1.2.3 | Equity Linked Debentures | - | - | - | - | - | - | - |
| 1.2.4 | Other Debentures & Bonds | - | - | - | - | - | - | - |
| 1.2.5 | Securitized Debt securities | - | - | - | - | - | - | - |
| 1.3 | Unlisted Securities | - | - | - | - | - | - | - |
| 1.3.1 | Equity Shares | - | - | - | - | - | - | - |
| 1.3.2 | Preference Shares | - | - | - | - | - | - | - |
| 1.3.3 | Equity Linked Debentures | - | - | - | - | - | - | - |
| 1.3.4 | Other Debentures & Bonds | - | - | - | - | - | - | - |
| 1.3.5 | Securitized Debt securities | - | - | - | - | - | - | - |
| 1.4 | Government Securities | - | - | - | - | - | - | - |
| 1.5 | Treasury Bills | - | - | - | - | - | - | - |
| 1.6 | Commercial Paper | 8,650.54 | - | - | - | - | - | 1,229.41 |
| 1.7 | Certificate of Deposits | 17,939.01 | 27,819.84 | 13,977.93 | 26,059.16 | 12,668.31 | 10,129.21 | 2,901.68 |
| 1.8 | Bill Rediscounting | - | - | - | - | - | - | - |
| 1.9 | Units of Domestic Mutual Fund | - | - | - | - | - | - | - |
| 1.10 | Foreign Securities | - | - | - | - | - | - | - |
| | Total Investments | 28,791.76 | 27,819.84 | 13,977.93 | 26,059.16 | 12,668.31 | 10,129.21 | 4,131.09 |
| 2 | Deposits | - | - | - | - | - | - | - |
| 3 | Other Current Assets | 57.70 | 39.46 | 22.31 | 2.47 | 5.82 | 5.23 | 3.93 |
| 3.1 | Cash & Bank Balance | 4.63 | 39.46 | 2.28 | 2.47 | 5.82 | 5.23 | 3.93 |
| 3.2 | CBLO/ Reverse Repo Lending | 10.02 | - | 20.03 | - | - | - | - |
| 3.3 | Others | 43.05 | - | - | - | - | - | - |
| 4 | Deferred Revenue Expenditure (to the extent not written off) | - | - | - | - | - | - | - |
| | TOTAL | 28,849.46 | 27,859.30 | 14,000.24 | 26,061.63 | 12,674.13 | 10,134.44 | 4,135.02 |

Notes to Accounts - Annexure I

For IDFC Asset Management Company Limited

 Sd/-
Pradip Madhavji
 Director
 Sd/-
Kenneth Andrade
 Head - Investments

 Sd/-
Anupam Joshi
 Fund Manager

 Sd/-
Harshal Joshi
 Fund Manager

For IDFC AMC Trustee Company Limited

 Sd/-
Sunil Kakar
 Director

Place & Date : Mumbai, July 22, 2014

Abridged Revenue Account For The Period Ended March 31, 2014

Rupees in Lakhs

| | | IDFC YS IF - Series I | | IDFC YS IF - Series II | | IDFC YS IF - Series III | | IDFC IF - Series 4 |
|-----------|--|----------------------------|------------------------------|----------------------------|------------------------------|----------------------------|------------------------------|------------------------------|
| | | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Period ended Mar 31, 2014 |
| 1 | INCOME | | | | | | | |
| 1.1 | Dividend | - | - | - | - | - | - | - |
| 1.2 | Interest | 2,473.88 | 457.05 | 2,229.45 | 308.30 | 976.59 | 99.27 | 62.30 |
| 1.3 | Realised Gain / (Loss) on Foreign Exchange Transactions | - | - | - | - | - | - | - |
| 1.4 | Realised Gains / (Losses) on Interscheme sale of investments | (0.25) | (0.03) | (0.04) | - | - | - | (0.01) |
| 1.5 | Realised Gains / (Losses) on External sale / redemption of investments | 0.32 | - | 12.95 | 1.56 | (4.48) | (0.03) | 3.14 |
| 1.6 | Realised Gains / (Losses) on Derivative Transactions | - | - | - | - | - | - | - |
| 1.7 | Other Income | - | - | - | - | - | - | - |
| | (A) | 2,473.95 | 457.02 | 2,242.36 | 309.86 | 972.11 | 99.24 | 65.43 |
| 2 | EXPENSES | | | | | | | |
| 2.1 | Management fees | 40.12 | 7.91 | 44.16 | 5.35 | 7.28 | 0.41 | 0.55 |
| 2.2 | Service tax on Management fees | 4.96 | 0.98 | 5.46 | 0.66 | 0.90 | 0.05 | 0.07 |
| 2.3 | Transfer agents fees and expenses | - | - | - | - | - | - | - |
| 2.4 | Custodian fees | - | - | - | - | - | - | - |
| 2.5 | Trusteeship fees | 0.02 | 0.02 | 0.02 | 0.02 | 0.02 | 0.02 | 0.01 |
| 2.6 | Commission to Agents | - | - | - | - | - | - | 0.10 |
| 2.7 | Marketing & Distribution expenses | - | - | - | - | - | - | - |
| 2.8 | Audit fees | - | 0.17 | - | 0.17 | - | 0.17 | - |
| 2.9 | Other operating expenses | 5.75 | 1.05 | 5.06 | 0.69 | 2.14 | 0.22 | 0.14 |
| 2.10 | Less : Recoverable from AMC | - | - | - | - | - | 0.08 | 0.01 |
| | (B) | 50.85 | 10.13 | 54.70 | 6.89 | 10.34 | 0.79 | 0.86 |
| 3 | NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD (A-B=C) | 2,423.10 | 446.89 | 2,187.66 | 302.97 | 961.77 | 98.45 | 64.57 |
| 4 | Change in Unrealised Depreciation in value of investments (D) | - | 62.10 | - | - | - | - | 0.81 |
| 5 | NET GAINS / (LOSSES) FOR THE YEAR / PERIOD (E=(C-D)) | 2,423.10 | 384.79 | 2,187.66 | 302.97 | 961.77 | 98.45 | 63.76 |
| 6 | Change in unrealised appreciation in the value of investments (F) | 62.10 | - | - | - | - | - | - |
| 7 | NET SURPLUS / (DEFICIT) FOR THE YEAR / PERIOD (E+F=G) | 2,485.20 | 384.79 | 2,187.66 | 302.97 | 961.77 | 98.45 | 63.76 |
| 7.1 | Add: Balance transfer from Unrealised Appreciation Reserve | - | - | - | - | - | - | - |
| 7.2 | Less: Balance transfer to Unrealised Appreciation Reserve | - | - | - | - | - | - | - |
| 7.3 | Add / (Less): Equalisation | (108.35) | - | (1,190.84) | - | 50.73 | - | - |
| 8 | Total | 2,376.85 | 384.79 | 996.82 | 302.97 | 1,012.50 | 98.45 | 63.76 |
| 9 | Dividend appropriation | | | | | | | |
| 9.1 | Income Distributed during the year / period | (4.23) | (0.38) | (0.37) | (\$0.00) | (0.49) | - | (15.68) |
| 9.2 | Tax on income distributed during the year / period | (1.04) | (0.05) | (0.12) | (\$0.00) | (0.14) | - | (5.27) |
| 10 | Retained Surplus / (Deficit) carried forward to Balance sheet | 2,371.58 | 384.36 | 996.33 | 302.97 | 1,011.87 | 98.45 | 42.81 |

Notes to Accounts - Annexure I

\$: Less than 0.005 lakhs

For IDFC Asset Management Company Limited

 Sd/-
Pradip Madhavji
Director

 Sd/-
Kenneth Andrade
Head - Investments

 Sd/-
Anupam Joshi
Fund Manager

 Sd/-
Harshal Joshi
Fund Manager

For IDFC AMC Trustee Company Limited

 Sd/-
Sunil Kakar
Director

Place & Date : Mumbai, July 22, 2014

Key Statistics for the period ended March 31, 2014

Rupees in Lakhs

| | | IDFC YS IF - Series I | | IDFC YS IF - Series II | | IDFC YS IF - Series III | | IDFC IF - Series 4 |
|----|--|----------------------------|------------------------------|----------------------------|------------------------------|----------------------------|------------------------------|------------------------------|
| | | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Period ended Mar 31, 2014 |
| 1. | NAV per unit (Rs.): | | | | | | | |
| | Growth Option - Plan Regular | | | | | | | |
| | Open | 10.1396 | - | 10.1516 | - | 10.1296 | - | - |
| | High | 11.0501 | 10.1328 | 11.0787 | 10.1450 | 11.0909 | 10.1228 | 10.1554 |
| | Low | 10.1662 | 9.9875 | 10.1516 | 10.0000 | 10.1296 | 10.0000 | 10.0000 |
| | End | 11.0501 | 10.1396 | 11.0787 | 10.1516 | 11.0909 | 10.1296 | 10.1554 |
| | Dividend Option - Plan Regular | | | | | | | |
| | Open | 10.0751 | - | 10.0833 | - | 10.1296 | - | - |
| | High | 10.5877 | 10.1075 | 10.6648 | 10.1201 | 10.7184 | 10.1228 | 10.1084 |
| | Low | 9.9920 | 9.9875 | 10.0000 | 10.0000 | 10.0000 | 10.0000 | 10.0000 |
| | End | 10.1299 | 10.0751 | 10.1331 | 10.0833 | 10.1474 | 10.1296 | 10.0747 |
| | Growth Option - Plan Direct | | | | | | | |
| | Open | 10.1405 | - | 10.1523 | - | 10.1302 | - | - |
| | High | 11.0616 | 10.1337 | 11.0893 | 10.1457 | 11.0977 | 10.1233 | 10.1562 |
| | Low | 10.1671 | 9.9877 | 10.1523 | 10.0000 | 10.1302 | 10.0000 | 10.0000 |
| | End | 11.0616 | 10.1405 | 11.0893 | 10.1523 | 11.0977 | 10.1302 | 10.1562 |
| | Dividend Option - Plan Direct | | | | | | | |
| | Open | - | - | - | - | - | - | - |
| | High | 10.1320 | - | - | - | 10.1484 | - | 10.1090 |
| | Low | 9.9920 | - | - | - | 10.0155 | - | 10.0000 |
| | End | 10.1320 | - | - | - | 10.1484 | - | 10.0751 |
| 2. | Closing Assets Under Management (Rs. in Lakhs) | | | | | | | |
| | End | 28,847.98 | 27,856.71 | 13,999.23 | 26,059.34 | 12,673.47 | 10,133.82 | 4,134.80 |
| | Average (AAuM) | 28,738.99 | 27,594.16 | 25,309.90 | 25,858.56 | 10,704.12 | 10,068.97 | 4,118.17 |
| 3. | Gross income as % of AAuM ¹ | 8.61% | 8.76% | 8.86% | 9.11% | 9.08% | 9.22% | 1.59% |
| 4. | Expense Ratio: | | | | | | | |
| | a. Total Expense as % of AAuM (plan wise) | | | | | | | |
| | Plan Regular | 0.23% | 0.19% | 0.26% | 0.20% | 0.13% | 0.07% | 0.16% |
| | Plan Direct | 0.14% | 0.17% | 0.19% | 0.18% | 0.07% | 0.05% | 0.11% |
| | b. Management Fee as % of AAuM (plan wise) | | | | | | | |
| | Plan Regular | 0.16% | 0.15% | 0.19% | 0.16% | 0.06% | 0.04% | 0.09% |
| | Plan Direct | 0.12% | 0.15% | 0.17% | 0.16% | 0.05% | 0.03% | 0.09% |
| 5. | Net Income as a percentage of AAuM ² | 8.43% | 8.57% | 8.64% | 8.91% | 8.99% | 9.15% | 1.57% |
| 6. | Portfolio turnover ratio ³ | 1.09 | 0.36 | 1.52 | 0.27 | 1.09 | - | 1.21 |
| 7. | Total Dividend per unit distributed during the year / period (plan wise) | | | | | | | |
| | Plan Regular | | | | | | | |
| | Dividend Option | | | | | | | |
| | Corporate | 0.6171 | 0.0486 | 0.6334 | 0.0516 | 0.6946 | - | - |
| | Non- Corp | 0.6629 | 0.0567 | 0.6760 | 0.0602 | 0.7448 | - | - |
| | Plan Direct | | | | | | | |
| | Dividend Option | | | | | | | |
| | Corporate | 0.0346 | - | - | - | 0.0019 | - | - |
| | Non- Corp | 0.0362 | - | - | - | 0.0019 | - | - |

Key Statistics for the period ended March 31, 2014 (Cond.)

Rupees in Lakhs

| | | IDFC YS IF - Series I | | IDFC YS IF - Series II | | IDFC YS IF - Series III | | IDFC IF - Series 4 |
|-----------|----------------------------------|--|------------------------------|--|------------------------------|--|------------------------------|--|
| | | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Year ended Mar 31, 2014 | Period ended Mar 31, 2013 | Period ended Mar 31, 2014 |
| 8. | Returns: | | | | | | | |
| | a. Last One Year Scheme | | | | | | | |
| | Plan Regular | 8.98% | NA | 9.13% | NA | 9.48% | NA | NA |
| | Plan Direct | 9.08% | NA | 9.22% | NA | 9.54% | NA | NA |
| | Benchmark | 8.71% | NA | 8.71% | NA | 8.71% | NA | NA |
| | b. Since Inception Scheme | | | | | | | |
| | Plan Regular | 8.78% | 1.33% | 9.50% | 1.45% | 9.83% | 1.23% | 1.47% |
| | Plan Direct | 8.88% | 1.34% | 9.60% | 1.46% | 9.89% | 1.23% | 1.48% |
| | Benchmark | 8.68% | 1.40% | 8.82% | 1.06% | 8.88% | 0.91% | 1.82% |
| | Benchmark Index | Crisil Short Term Bond Fund Index | | Crisil Short Term Bond Fund Index | | Crisil Short Term Bond Fund Index | | Crisil Short Term Bond Fund Index |

1. Gross income = amount against (A) in the Revenue account i.e. Income.
2. Net income = amount against (C) in the Revenue account i.e. NET REALISED GAINS / (LOSSES) FOR THE YEAR / PERIOD
3. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.
4. AAuM = Average daily net assets

Note

- A. Portfolio Turnover is expressed as number of times
- B. March 31, 2014 being a non-business day, Benchmark returns are not available. Therefore, Scheme returns and Benchmark returns are calculated as on March 28, 2014 which is last business day of the Financial Year 2013-2014.

Notes to Accounts - Annexure I to the Abridged Balance Sheet and Revenue Account for the Period ended March 31, 2014
1 Investments :-

- 1.1. All the investments are held in the name of the Scheme, (except for Government Securities which are held in the name of the fund) as per clause 7 of the Seventh Schedule under Regulation 44(1) of SEBI (Mutual Funds) Regulations, 1996.
- 1.2. Open Position of derivatives: NIL
- 1.3. Investments in Associates and Group Companies: NIL
- 1.4. Open position of Securities Borrowed and / or Lend by the scheme: NIL
- 1.5. Details of NPA with Aggregate market value and provision thereof: NIL
- 1.6. Aggregate Unrealised Gain / Loss as at the end of the maturity dates and percentage to net assets.

| Scheme / Category of Investment | As at March 31, 2014 | | | | | | As at March 31, 2013 | | | | | |
|---------------------------------|----------------------|-----------------|----------------------|-----------------|-------------------------------|-----------------|----------------------|-----------------|----------------------|-----------------|-------------------------------|-----------------|
| | Appreciation | % of Net Assets | Depreciation | % of Net Assets | Net Appreciation/Depreciation | % of Net Assets | Appreciation | % of Net Assets | Depreciation | % of Net Assets | Net Appreciation/Depreciation | % of Net Assets |
| | Amount (Rs in lakhs) | | Amount (Rs in lakhs) | | Amount (Rs in lakhs) | | Amount (Rs in lakhs) | | Amount (Rs in lakhs) | | Amount (Rs in lakhs) | |
| IDFC YS IF - Series I | | | | | | | | | | | | |
| Debt | 3.00 | 0.01% | - | - | 3.00 | 0.01% | - | - | - | - | - | - |
| Money Market | 6.17 | 0.02% | 0.66 | 0.00% | 5.51 | 0.02% | - | - | 62.10 | 0.22% | (62.10) | -0.22% |
| IDFC YS IF - Series II | | | | | | | | | | | | |
| Money Market | 58.91 | 0.42% | | | 58.91 | 0.42% | 87.22 | 0.33% | - | - | 87.22 | 0.33% |
| IDFC YS IF - Series III | | | | | | | | | | | | |
| Money Market | 53.94 | 0.43% | | | 53.94 | 0.43% | 31.53 | 0.31% | - | - | 31.53 | 0.31% |
| IDFC IF - Series 4 | | | | | | | | | | | | |
| Money Market | - | - | 0.81 | 0.02% | (0.81) | 0.02% | - | - | - | - | - | - |

- 1.7. Aggregate Value of Purchase and Sale with Percentage to average assets.

| Scheme Name | 2013-2014 | | | | 2012-2013 | | | |
|-------------------------|-----------------------|-------------------------|-----------------------|-------------------------|-----------------------|-------------------------|-----------------------|-------------------------|
| | Purchases | | Sales | | Purchases | | Sales | |
| | Amount (Rs. in lakhs) | % to average Net Assets | Amount (Rs. in lakhs) | % to average Net Assets | Amount (Rs. in lakhs) | % to average Net Assets | Amount (Rs. in lakhs) | % to average Net Assets |
| IDFC YS IF - Series I | 31,383.90 | 109.20% | 32,895.26 | 114.46% | 37,313.38 | 135.22% | 9,879.08 | 35.80% |
| IDFC YS IF - Series II | 38,359.40 | 151.56% | 52,634.19 | 207.96% | 32,544.53 | 125.86% | 6,871.56 | 26.57% |
| IDFC YS IF - Series III | 13,218.49 | 123.49% | 11,672.44 | 109.05% | 10,007.29 | 99.39% | - | - |
| IDFC IF - Series 4 | 9,051.82 | 219.80% | 4,981.74 | 120.97% | - | - | - | - |

- 1.8. Non-Traded securities in the portfolio

| Scheme Name | 2013-2014 | | 2012-2013 | |
|--------------------------------|-----------------------|-----------------|-----------------------|-----------------|
| | Amount (Rs. in lakhs) | % to Net Assets | Amount (Rs. in lakhs) | % to Net Assets |
| IDFC YS IF - Series I | | | | |
| Debt | 2,202.21 | 7.63% | - | - |
| Money Market | 26,589.55 | 92.17% | 27,819.84 | 99.87% |
| IDFC YS IF - Series II | | | | |
| Money Market | 13,977.93 | 99.85% | 26,059.16 | 100.00% |
| IDFC YS IF - Series III | | | | |
| Money Market | 12,668.31 | 99.96% | 10,129.21 | 99.95% |
| IDFC IF - Series 4 | | | | |
| Money Market | 4,131.09 | 99.91% | - | - |

- 2 Details of Transaction with Associates under regulation 25(8) of the fund

(a) Brokerage paid to associates/related parties/group companies of Sponsor/AMC

| Name of associates/related parties/group companies of Sponsor/AMC | Nature of Association / Nature of relation | Period Covered | Value of transaction (in Rs. Lakhs & % of total value of transaction of the fund) | | Brokerage (in Lakhs and % of total Brokerage paid by the Fund) | |
|---|--|----------------|---|--------------------------------|--|------------------------------|
| | | | Rs. Lakhs | % to total transaction of fund | Rs. Lakhs | % to total Brokerage of fund |
| IDFC Securities Ltd* | Associate Company | FY 2013-14 | - | - | - | - |
| | | FY 2012-13 | 36,908.62 | 1.47% | 26.53 | 5.04% |
| Sharekhan Ltd | Associate Company | FY 2013-14 | - | 0.00% | - | 0.00% |
| | | FY 2012-13 | 28,681.26 | 1.04% | 6.53 | 1.32% |

Notes to Accounts - Annexure I to the Abridged Balance Sheet and Revenue Account for the Period ended March 31, 2014 (Contd.)

| | | | | | | | |
|----|--|---|-----------------------|--|---|---|--|
| 2 | Details of Transaction with Associates under regulation 25(8) of the fund <i>(Contd.)</i> | | | | | | |
| | (b) Commission paid to associates/related parties/group companies of sponsor/AMC | | | | | | |
| | | | | Value of transaction (in Rs. Lakhs & % of total value of transaction of the fund) | | Commission (in Lakhs and % of total Commission paid by the Fund) | |
| | Name of associates/related parties/group companies of Sponsor/AMC | Nature of Association / Nature of relation | Period Covered | Rs. Lakhs | % to total transaction of fund | Rs. Lakhs | % to total Commission of fund |
| | Sharekhan Ltd. | Associate Company | FY 2013-14 | - | - | - | - |
| | | | FY 2012-13 | 1,971.00 | 0.02% | 2.65 | 0.08% |
| 3. | Large Holdings in the Scheme (i.e. in excess of 25% of the net assets) : NIL. | | | | | | |
| 4 | Refer Annexure II for unit capital movement during the year / period. | | | | | | |
| 5 | Prior Year Comparison - The figures for the previous year have been regrouped and reclassified wherever necessary to conform with the current year figures. However on account of the change in the basis of charging expenses to the scheme , expenses of the current period are not comparable with those charged in the previous period. However the schemes which have been launched during the current period the previous year figures are not applicable. | | | | | | |
| 6 | Contingent Liability - NIL | | | | | | |
| 7 | Expenses other than management fee is inclusive of service tax where applicable | | | | | | |

* IDFC Securities Ltd was formerly known as IDFC SSKI Securities Ltd.

Notes to Accounts - Annexure I

For **IDFC Asset Management Company Limited**

Sd/-
Pradip Madhavji
Director

Sd/-
Kenneth Andrade
Head - Investments

Sd/-
Anupam Joshi
Fund Manager

Sd/-
Harshal Joshi
Fund Manager

For **IDFC AMC Trustee Company Limited**

Sd/-
Sunil Kakar
Director

Place & Date : Mumbai, July 22, 2014

Annexure II

| Unit capital | IDFC YS IF - Series I | | | | IDFC YS IF - Series II | | | |
|---|-----------------------|-----------|-----------------|-----------|------------------------|-----------|-----------------|-----------|
| | Mar 31, 2014 | | Mar 31, 2013 | | Mar 31, 2014 | | Mar 31, 2013 | |
| | (Units) | Amount | (Units) | Amount | (Units) | Amount | (Units) | Amount |
| Units of Rs. 10 each fully paid | | | | | | | | |
| Growth Option - Plan Regular | | | | | | | | |
| Units issued, initial offer | 127,802,537.369 | 12,780.25 | 127,802,537.369 | 12,780.25 | 102,619,812.065 | 10,261.98 | 102,619,812.065 | 10,261.98 |
| Units outstanding, beginning of the year/period | 127,802,537.369 | 12,780.25 | - | - | 102,619,812.065 | 10,261.98 | - | - |
| Units issued during the year / period | 10,423,690.352 | 1,042.37 | 127,802,537.369 | 12,780.25 | 17,814,689.389 | 1,781.47 | 102,619,812.065 | 10,261.98 |
| Units repurchased during the year / period | 102,171,022.106 | 10,217.10 | - | - | 95,853,818.165 | 9,585.38 | - | - |
| Units outstanding, end of the year / period | 36,055,205.615 | 3,605.52 | 127,802,537.369 | 12,780.25 | 24,580,683.289 | 2,458.07 | 102,619,812.065 | 10,261.98 |
| Dividend Option - Plan Regular | | | | | | | | |
| Units issued, initial offer | 669,256.200 | 66.93 | 669,256.200 | 66.93 | 2,000.000 | 0.20 | 2,000.000 | 0.20 |
| Units outstanding, beginning of the year/period | 669,256.200 | 66.93 | - | - | 2,000.000 | 0.20 | - | - |
| Units issued during the year / period | - | - | 669,256.200 | 66.93 | 1,653,203.541 | 165.32 | 2,000.000 | 0.20 |
| Units repurchased during the year / period | 619,266.200 | 61.93 | - | - | - | - | - | - |
| Units outstanding, end of the year / period | 49,990.000 | 5.00 | 669,256.200 | 66.93 | 1,655,203.541 | 165.52 | 2,000.000 | 0.20 |
| Growth Option - Plan Direct | | | | | | | | |
| Units issued, initial offer | 146,251,577.530 | 14,625.16 | 146,251,577.530 | 14,625.16 | 154,069,667.052 | 15,406.97 | 154,069,667.052 | 15,406.97 |
| Units outstanding, beginning of the year/period | 146,251,577.530 | 14,625.16 | - | - | 154,069,667.052 | 15,406.97 | - | - |
| Units issued during the year / period | 143,876,444.749 | 14,387.64 | 146,251,577.530 | 14,625.16 | 36,747,552.317 | 3,674.76 | 154,069,667.052 | 15,406.97 |
| Units repurchased during the year / period | 65,399,125.840 | 6,539.91 | - | - | 90,645,846.784 | 9,064.58 | - | - |
| Units outstanding, end of the year / period | 224,728,896.439 | 22,472.89 | 146,251,577.530 | 14,625.16 | 100,171,372.585 | 10,017.15 | 154,069,667.052 | 15,406.97 |
| Dividend Option - Plan Direct | | | | | | | | |
| Units issued, initial offer | 999.660 | 0.10 | - | - | - | - | - | - |
| Units outstanding, beginning of the year/period | - | - | - | - | - | - | - | - |
| Units issued during the year / period | 999.660 | 0.10 | - | - | - | - | - | - |
| Units repurchased during the year / period | - | - | - | - | - | - | - | - |
| Units outstanding, end of the year / period | 999.660 | 0.10 | - | - | - | - | - | - |
| Total | | | | | | | | |
| Units issued, initial offer | 274,724,370.759 | 27,472.44 | 274,723,371.099 | 27,472.34 | 256,691,479.117 | 25,669.15 | 256,691,479.117 | 25,669.15 |
| Units outstanding, beginning of the year/period | 274,723,371.099 | 27,472.34 | - | - | 256,691,479.117 | 25,669.15 | - | - |
| Units issued during the year / period | 154,301,134.761 | 15,430.11 | 274,723,371.099 | 27,472.34 | 56,215,445.247 | 5,621.55 | 256,691,479.117 | 25,669.15 |
| Units repurchased during the year / period | 168,189,414.146 | 16,818.94 | - | - | 186,499,664.949 | 18,649.96 | - | - |
| Units outstanding, end of the year / period | 260,835,091.714 | 26,083.51 | 274,723,371.099 | 27,472.34 | 126,407,259.415 | 12,640.74 | 256,691,479.117 | 25,669.15 |

Annexure II (Contd.)

| Unit capital | IDFC YS IF - Series III | | | | IDFC IF - Series 4 | |
|---|-------------------------|-----------|-----------------|-----------|--------------------|----------|
| | Mar 31, 2014 | | Mar 31, 2013 | | Mar 31, 2014 | |
| | (Units) | Amount | (Units) | Amount | (Units) | Amount |
| Units of Rs. 10 each fully paid | | | | | | |
| Growth Option - Plan Regular | | | | | | |
| Units issued, initial offer | 46,863,379.913 | 4,686.34 | 46,863,379.913 | 4,686.34 | 6,292,671.000 | 629.27 |
| Units outstanding, beginning of the year / period | 46,863,379.913 | 4,686.34 | - | - | - | - |
| Units issued during the year / period | 19,892,359.628 | 1,989.24 | 46,863,379.913 | 4,686.34 | 6,292,671.000 | 629.27 |
| Units repurchased during the year / period | 3,387,959.553 | 338.80 | - | - | - | - |
| Units outstanding, end of the year / period | 63,367,779.988 | 6,336.78 | 46,863,379.913 | 4,686.34 | 6,292,671.000 | 629.27 |
| Dividend Option - Plan Regular | | | | | | |
| Units issued, initial offer | 41,000.000 | 4.10 | 41,000.000 | 4.10 | 5,483,210.000 | 548.32 |
| Units outstanding, beginning of the year / period | 41,000.000 | 4.10 | - | - | - | - |
| Units issued during the year / period | - | - | 41,000.000 | 4.10 | 5,483,210.000 | 548.32 |
| Units repurchased during the year / period | 40,000.000 | 4.00 | - | - | - | - |
| Units outstanding, end of the year / period | 1,000.000 | 0.10 | 41,000.000 | 4.10 | 5,483,210.000 | 548.32 |
| Growth Option - Plan Direct | | | | | | |
| Units issued, initial offer | 53,134,000.000 | 5,313.40 | 53,134,000.000 | 5,313.40 | 8,663,145.000 | 866.31 |
| Units outstanding, beginning of the year / period | 53,134,000.000 | 5,313.40 | - | - | - | - |
| Units issued during the year / period | 41,614,815.646 | 4,161.48 | 53,134,000.000 | 5,313.40 | 8,663,145.000 | 866.31 |
| Units repurchased during the year / period | 53,010,000.000 | 5,301.00 | - | - | - | - |
| Units outstanding, end of the year / period | 41,738,815.646 | 4,173.88 | 53,134,000.000 | 5,313.40 | 8,663,145.000 | 866.31 |
| Dividend Option - Plan Direct | | | | | | |
| Units issued, initial offer | 9,984,523.988 | 998.45 | - | - | 20,481,047.000 | 2,048.10 |
| Units outstanding, beginning of the year / period | - | - | - | - | - | - |
| Units issued during the year / period | 9,984,523.988 | 998.45 | - | - | 20,481,047.000 | 2,048.10 |
| Units repurchased during the year / period | - | - | - | - | - | - |
| Units outstanding, end of the year / period | 9,984,523.988 | 998.45 | - | - | 20,481,047.000 | 2,048.10 |
| Total | | | | | | |
| Units issued, initial offer | 110,022,903.901 | 11,002.29 | 100,038,379.913 | 10,003.84 | 40,920,073.000 | 4,092.00 |
| Units outstanding, beginning of the year / period | 100,038,379.913 | 10,003.84 | - | - | - | - |
| Units issued during the year / period | 71,491,699.262 | 7,149.17 | 100,038,379.913 | 10,003.84 | 40,920,073.000 | 4,092.00 |
| Units repurchased during the year / period | 56,437,959.553 | 5,643.80 | - | - | - | - |
| Units outstanding, end of the year / period | 115,092,119.622 | 11,509.21 | 100,038,379.913 | 10,003.84 | 40,920,073.000 | 4,092.00 |

Risk Factors :

Mutual fund investments are subject to market risks, read all scheme related documents carefully.

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No. : +91-40-42014646/47 Fax: +91-40-40037521. • **Indore** :405, 4th Floor, 21/ 1, D. M. Tower, Race Course Road, Indore - 452 001. Tel.: +91-731-4206927/ 4208048. Fax: +91-731-4206923. • **Jaipur** :G-7, G-8, Anukampa Towers, Church Road, Jaipur - 302 001. Tel.: +91-141-5105797, 5105798. • **Jalandhar** :1st Floor, Satnam Complex, BMC Chowk, G.T. Road, Jalandhar-144001. Punjab-India. Tel.: 01815018264/ 01815061378/88. • **Jamshedpur** :Room No. 111, 1st Floor, Yash Kamal Complex, Main Road, Bishupur, Jamshedpur 831001, Mobile No. : 9431102883. • **Kanpur** :Office No. 214-215, II nd Floor, KAN Chambers, 14/113, Civil Lines, Kanpur - 208 001. Tel.: +91-512-2331071, 2331119. • **Kolkata** : Oswal Chambers, 1st Floor, 2 Church Lane, Kolkata - 700 001. Tel.: +91-33-40171000/ 1005. • **Lucknow** : 1st Floor, Aryan Business Park, Exchange Cottage, 90 M. G. Marg, Park Road, Lucknow -226 001. 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Tel.: +91-261-2475060, 2475070. • **Trivandrum** : Cabin No.502, 5th Floor, Karimpanal Statue Avenue, G. H. Road, Statue, Trivandrum-695001. Tel.: 094470 48028). • **Vadodara** : 301, 2nd Floor, Earth Complex, Opposite Vaccine Ground, Above Indian Overseas Bank, Old Padra Road, Vadodara - 390015. Tel No: 0265- 2339623/2339624/2339325. • **Varanasi** : Premise 2, 3rd Floor, Kubera Complex, Rathyatra, Varanasi-221010. Tel.: 0542 -2226527, 6540214. • **Visakhapatnam**: Visakha Executive Centre, 47-11-1/5, Eswar Arcade, Dwarakanagar, 1st Lane, Visakhapatnam - 530 016. Tel.: +91-9701163444.

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One India Bulls Centre, 841, Jupiter Mills Compound,
Senapati Bapat Marg, Elphinstone Road (West), Mumbai - 400 013.

Investment Manager

IDFC Asset Management Company Ltd. (IDFC AMC)
Registered & Corporate Office
One India Bulls Centre, 841, Jupiter Mills Compound,
Senapati Bapat Marg, Elphinstone Road (West), Mumbai - 400 013.

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