ADDENDUM

This addendum sets out changes to be made in the Statement of Additional Information (SAI) & Key Information Memorandum (KIM) of Tata Mutual Fund.

Effective Date: November 15. 2010.

Restriction on Acceptance of Third Party Payments for Subscription of units of schemes of Tata Mutual Fund:

1) In pursuance to Best Practice Guidelines issued by Association of Mutual Funds in India [AMFI] Vide Circular No.135/BP/16/10 dated August 16th 2010 for Restriction on acceptance of Third party cheques, Tata Asset Management Ltd has decided henceforth not to accept subscriptions with Third-Party cheques* except in the following exceptional situations:
   a) Payment by Parents/Grand-Parents/related persons on behalf of a minor in consideration of natural love and affection or as gift for a value not exceeding Rs.50,000/- (for each regular purchase or per SIP installment)
   b) Payment by Employer on behalf of employee under Systematic Investment Plans through Payroll deductions.
   c) Custodian on behalf of an FII or a client.

* Third Party Cheque means:

i. When payment is made through instruments issued from an account other than that of the beneficiary investor, the same is referred to as Third-Party payment.

ii. In case of payments from a joint bank account, the first holder of the mutual fund folio has to be one of the joint holders of the bank account from which payment is made, other wise it will be treated as third party cheque.

iii. Investments from the investor's account with a different bank i.e., the pay-in and payout banks are different, if the pay-in bank mandate could not be established to be that of the investor, it will also be treated as third party investment.

2) Acceptance of third party cheques in the above situation shall be subject to compliance with the KYC (Know Your Client) requirements by the person making the payment and beneficiary owner of the units. The person making payment shall give details of the bank account from which the payment is made and the relationship with the beneficiary in the application form.

3) In case of an application for investment accompanied with the Pay-order, Demand Draft, Banker's cheque, the following additional documents are required to be submitted:

   - A Certificate from the Issuing banker, stating the Account holder's name, PAN No, Address and the Account number which has been debited for issue of the instrument.
   - Additionally if a pre-funded instrument issued by the bank against cash ,it shall not be accepted for investment of Rs 50000/- or more. The investor should submit a certificate (in original) obtained from thr bank giving name address and PAN (if available) of the person who has requested for the payment of instrument. The sais certificate should be duly certified by the Bank Manager with his/her full signature , name, employee code, bank seal and contact number.

4) In case payment is made by RTGS, NEFT, Online Bank Transfer, etc., a copy of the instruction to the bank stating the account number debited must accompany the purchase application.

5) In case of subscription through net banking, AMC shall endeavour to obtain the details of the bank account debited from the payment gateway service provider and match the same with the registered pay-in accounts. In case it is found that the payment is not made from a registered bank account or from an account not belonging to the first named unit holder, the AMC/R&TA shall reject the transaction with due intimation to the investor.

6) In case of rejection of the transaction for non compliances, the amount will be refunded without any interest to the investor.

The above broadly covers the various modes of payment for mutual fund subscriptions The above list is not a complete list and is only indicative in nature and not exhaustive. Any other method of payment as introduced by the Mutual Fund will also be covered under these provisions.

Notes:-

- The above revision will be implemented prospectively and shall remain in force till further notice.
- This addendum will form an integral part of the Statement of Additional Information & Key Information Memorandum.
- All other terms and conditions of the Statement of Additional Information read with other addendums if any remain unchanged.

Statutory Details - Constitution: Tata Mutual Fund (TMF) has been set up as a Trust under the Indian Trusts Act 1882. **Sponsors:** Tata Sons Limited and Tata Investment Corporation Limited. **Trustee:** Tata Trustee Company Ltd. **Investment Manager:** Tata Asset Management Limited.

Risk Factors

As with any other investments in securities, the NAV of the units issued under the scheme can go up or down depending on the factors and forces affecting the capital markets. Mutual Fund and securities investments are subject to market risks and there can be no assurance and no guarantee that the scheme's objectives will be achieved. Past performance of the Sponsors/ AMC/ schemes of the Tata Mutual Fund does not indicate the future performance of the schemes of the Mutual Fund. **The names of the schemes do not in any manner indicate either the quality of the scheme, its future prospects or the returns.** The Sponsors are not responsible or liable for any loss resulting from the operations of the Mutual Fund beyond the contribution of an amount of Rs.1 lac made by them towards setting up of the Mutual Fund. Investments by the scheme in interest bearing securities are subject to interest rate risk, credit risk, floating rate risk and liquidity risk. **For scheme specific risk factors & other details please read the Scheme Information Document (SID), Statement of Additional Information (SAI) and Key Information Memorandum (KIM) of the scheme carefully before investing.**