

the analyst

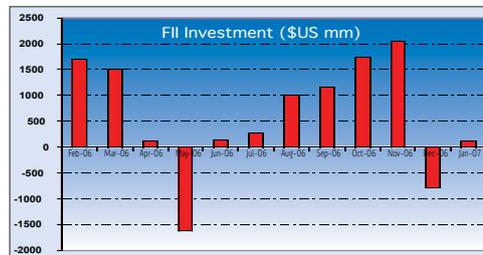
fund snapshot - january 31, 2007

funds	gross return (CAGR) (%)			benchmark return (CAGR) (%)		
	last 1 year	last 2 years	last 3 years	last 1 year	last 2 years	last 3 years
ulip capital secure	6.70	6.12	5.55	6.89	6.22	5.81
ulip balanced	11.27	12.00	9.85	11.47	11.82	9.71
ulip growth	16.21	19.71	N.A	17.46	18.81	N.A
ulip equity	33.34	39.52	N.A	36.04	40.86	N.A
pension capital secure	6.69	6.15	5.40	6.92	6.24	5.63
pension balanced	11.18	12.04	10.10	11.47	11.82	9.47
pension growth	15.89	18.33	N.A	17.46	18.81	N.A

investment philosophy

Reliance Life Insurance seeks consistent and superior long term returns with a well-defined and disciplined investment approach symbolizing integrity and transparency to benefit all stakeholders.

equity market update - january 2007



The market maintained its bullish tone with the result season turning out to be extremely positive. Excellent performance by major large companies resulted Sensex touching a new high. The BSE Sensex appreciated by 304 points during the month to close at 14090.92 points, an increase of 2.20%. The NSE Nifty advanced by 2.93% to settle at 4082.70 points; an increase of 116.3 points over previous month's closing.

Besides strong results, the key contributors towards the upward movement of the market during the course of the month were correction in the global crude prices and renewed FI inflows. Stocks across the sectors posted gains with the exception of FMCG, Auto, Cement and Metals.

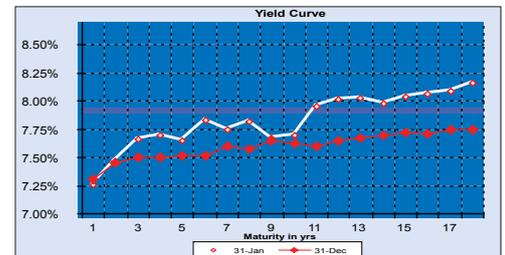
On the economic front certain positive news like Industrial production growth of 14.4% for the month of November (10 years high) and S&P's upgradation of India's status to Investment grade reiterates the growth momentum is on track.

FIs were net buyers during the month. The cumulative inflow of FIs in January 2007, aggregated to US\$ 112.6 mln (Rs 492.10 crs). Mutual funds on the other hand were net seller to the extent of Rs 1342 crs in the month of January 2007.

Outlook

We believe, in the long term, the India story looks appealing to the FIs who have been the most active buyers. With the quarterly numbers already out, we expect the pace of uptrend to be moderate hereon. With the budget day round the corner, the focus will shift to the Union Budget 2007-08 and related expectations. For the time-being, fundamentals are likely to take a back seat. The market is expecting this budget to be beneficial for the sectors related to agriculture, infrastructure and power. A pre-budget rally in these sectors cannot be ruled out.

debt market update - january 2007



It was another eventful month for the bond markets in which a landmark Ordinance was passed removing the statutory floor of SLR i.e. Statutory Liquidity Ratio and empowering RBI to change the SLR at its discretion between 0-40%. Every 1% reduction in SLR is expected to reduce the statutory investment book of banks by Rs 27000 cr. Bond prices which had rallied in the first week of January on announcement of a reduction in the scheduled auction size of Rs 9000 cr by Rs 5000 cr crashed across all tenors. The ten yr benchmark G sec which had touched a low of 7.54% during the month rose to 7.84% at the end of the second week. Bond prices remained subdued in the third week also as RBI did not cancel the second scheduled auction of Rs 5000 cr. However the spread between the 10 yr and 30 yr widened considerably from 16 bps to around 28 bps on low demand for the 29 yr G sec at RBI's auction.

The other main event was RBI's quarterly review of Monetary Policy on 31st January. RBI hiked the repo rate again by 25 bps to 7.50% and left the reverse repo unchanged at 6.00% thereby widening the spread between the two to 150 bps. The Bank rate, CRR and SLR remained untouched. The policy was viewed as relatively benign for the debt market and this led to a rally in bond prices. The ten yr benchmark G sec which touched a high of 7.90% pre policy ended the month at 7.77% higher than 7.62% recorded the previous month.

Inflation data released during the month was in the range of 5.58% to 6.12%. Liquidity in the banking system continued to remain tight with the daily borrowing by market participants under RBI's LAF repo auction in the range of Rs 5000 cr to Rs 20000 cr. Overnight rates were in the range of 7.00% to 8.50%.

Outlook

Liquidity is expected to remain tight during the next month too. The yield curve may continue to remain flat on year end demand from banks and insurance companies and the ten yr benchmark G sec yield may remain in the range of 7.60% to 8.00% with an upward bias on auction outflows and rising inflation.

disclaimer

While every care has been taken in the preparation of this document, Reliance Life Insurance Company Ltd makes no representation or warranty about the accuracy or completeness of any statement in it including, without limitation, any forecasts. Past performance is not a reliable indicator of future performance. This document has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. An investor should, before making any investment decisions, consider the appropriateness of the information in this document, and seek professional advice, having regard to the investor's objectives, financial situation and needs. This document is solely for the use of the party to whom it is provided.

fund objective

Provide investment returns that exceed the rate of inflation in the long term while maintaining a low probability of negative returns in the short term. The risk appetite is defined as 'low to moderate'.

products

Reliance Market Return plan (formerly Kanaka Shree)

fund manager's report

The equity market in the month of January was volatile with corporates announcing their quarterly performances. In order to take a cautious position on the equity markets and also to take advantage of budget related opportunities, the holding in equities was kept below the maximum level at 19.22%. 32% of Net assets were allocated to gilts. The debt portfolio duration was kept low as bond prices were volatile during the month. A high yielding short term bond was added to the portfolio. Allocation to bank deposits was higher at 16% to take advantage of short term yields.

benchmark construction

CRISIL ST Bond Index: 80%
CNX Nifty: 20%

ulip balanced fund

details as on January 31, 2007

fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	11.27%	11.47%	4.46%	3.95%	1.40	1.64
last 2 years (CAGR)	12.00%	11.82%	4.38%	4.15%	1.60	1.64
last 3 years (CAGR)	9.85%	9.71%	4.03%	4.14%	1.20	1.14
since inception (CAGR)	12.57%	10.67%	3.93%	4.17%	1.93	1.36
date of inception	february, 2003					

portfolio

security	% of total assets	rating
----------	-------------------	--------

corporate bonds

8.25% IDBI OMNI BOND SER III 26-05-11	4.35	AA+
8.90% CITIFINANCIAL CONSUMER NCD 05-08-09	3.96	AAA
7.39% POWER GRID CORP 22-09-11	3.91	AAA
8.40% IRFC 14-05-07	3.82	AAA
6.25% ULTRATECH CEMENT 25-06-09	3.57	AA+
9.20% IL & FS NCD SR VI 23-04-08	3.47	AAA
9.00% SUNDARAM FINANCE LTD NCD 17-08-09	3.44	AA+
7.15% IND OIL BOND 10-06-12	1.67	AAA
8.05% IRFC 15-07-07	1.48	AAA
6.50% HINDALCO 06-09-09	1.31	AAA
7.10% POWER GRID CORP 18-02-09	0.67	AAA

total corporate bonds 31.64

gilts

security	% of total assets	rating
11.99% GOI 07-04-09	8.41	
11.90% GOI 28-05-07	7.12	
7.44% GOI Spl. OIL BOND 23-03-12	5.61	
7.33% OIL COMP GOI BOND 07-03-09	3.52	
7.55% GOI 14-05-10	2.42	
7.37% GOI 16-04-14	2.32	
11.40% GOI 31-08-08	1.53	
12.25% GOI 08-09-08	1.42	
9.39% GOI 02-07-11	0.15	

total gilts 32.50

bank deposits

CASH AND OTHER CURRENT ASSETS	3.81	
CBLO 02-01-07	3.46	
STATE BANK OF INDORE CD 14-05-07	3.21	P1+
ICICI BANK CD 18-04-07	2.01	A1+
KOTAK MAHINDRA BANK CD 24-04-07	1.93	P1+
UNION BANK OF INDIA CD 05-02-07	1.23	A1+
ICICI BANK CD 04-04-07	0.97	A1+

total bank deposits 16.64

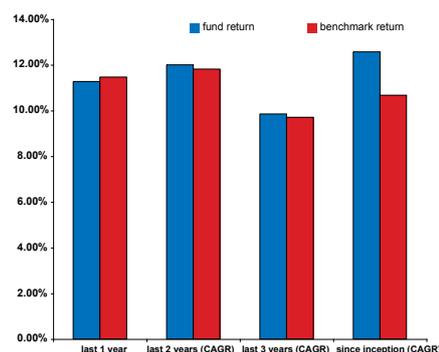
equity

security	% of total assets	rating
TCS	1.08	
CUMMINS	0.99	
LARSEN & TOUBRO	0.97	
TATA MOTORS	0.95	
SIEMENS	0.84	
ONGC CORPORATION	0.80	
GRASIM INDUSTRIES	0.79	
DR REDDY LABORATORIES	0.74	
HINDUSTAN LEVER	0.71	
RELIANCE INDUSTRIES	0.67	
INFOSYS TECHNOLOGIES	0.65	
JSW STEELS	0.64	
BHARTI AIRTEL	0.63	
HPCL	0.62	
PUNJAB TRACTORS	0.58	
IPCL	0.58	
ALSTOM POWER INDIA	0.55	
TATA TEA	0.49	
BHARAT HEAVY ELECTRICALS	0.46	
DECCAN AVIATION	0.43	
INDIAN HOTELS	0.43	
ASHOK LEYLAND	0.43	
ICICI BANK	0.41	
TATA STEEL	0.40	
PUNJ LLOYD	0.40	
RELIANCE COMMUNICATIONS	0.37	
TVS MOTOR COMPANY	0.36	
STATE BANK OF INDIA	0.34	
PUNJAB NATIONAL BANK	0.30	
SUZLON ENERGY	0.28	
GSFC	0.28	
INDIAN OIL CORPORATION	0.27	
JET AIRWAYS	0.26	
HINDALCO INDUSTRIES	0.21	
GREAVES COTTON	0.17	
ACC	0.14	

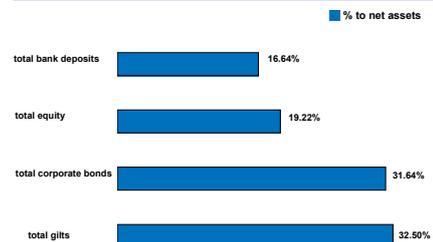
total equity 19.22

total net assets 100.00

fund return v/s benchmark return

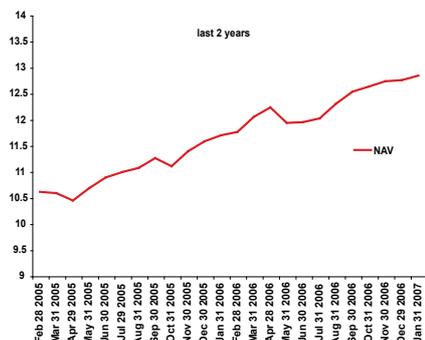


asset allocation



duration of debt portfolio : 1.78 years

NAV movement



fund objective

Provide investment returns that exceed the rate of inflation in the long term while maintaining moderate probability of negative returns in the short term. The risk appetite is defined as 'moderate'.

products

Reliance Market Return Plan (formerly Kanaka Shree)

fund manager's report

The equity market in the month of January was volatile with corporates announcing their quarterly performances. In order to take a cautious position on the equity markets and also to take advantage of budget related opportunities, the holding in equities was kept below the maximum level at 38.01%. About 28% of net assets were allocated to gilts. The debt portfolio duration was kept low as bond prices were volatile during the month. A high yielding short term bond was added to the portfolio. Allocation to bank deposits was higher at 14% to take advantage of short term yields.

benchmark construction

CRISIL ST Bond Index: 60%
CNX Nifty: 40%

ulip growth fund

details as on January 31, 2007

fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	16.21%	17.46%	8.27%	7.86%	1.36	1.58
last 2 years (CAGR)	19.71%	18.81%	8.32%	8.28%	1.77	1.67
since inception (CAGR)	18.49%	18.61%	7.81%	7.64%	1.73	1.78
date of inception	august, 2004					

portfolio

security	% of total assets	rating
----------	-------------------	--------

corporate bonds

9.20% IL & FS NCD SR VI 23-04-08	5.71	AAA
7.15% IND OIL BOND 10-06-12	3.27	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	2.83	AA+
6.50% HINDALCO 06-09-09	2.76	AAA
7.39% POWER GRID CORP 22-09-11	1.53	AAA
6.25% ULTRATECH CEMENT 25-06-09	1.37	AA+
9.00% SUNDARAM FINANCE LTD NCD 17-08-09	1.29	AA+
8.90% CITIFINANCIAL CONSUMER NCD 05-08-09	0.73	AAA
7.10% POWER GRID CORP 18-02-09	0.31	AAA

total corporate bonds 19.82

gilts

		sovereign
11.99% GOI 07-04-09	9.21	
7.44% GOI Spl OIL BOND 23-03-12	6.80	
11.90% GOI 28-05-07	4.92	
7.33% OIL COMP GOI BOND 07-03-09	3.26	
11.40% GOI 31-08-08	1.84	
12.25% GOI 08-09-08	1.07	
7.55% GOI 14-05-10	0.74	
9.39% GOI 02-07-11	0.26	
7.37% GOI 16-04-14	0.09	

total gilts 28.19

bank deposits

CBLO 02-01-07	5.45	
CASH AND OTHER CURRENT ASSETS	3.50	
ICICI BANK CD 18-04-07	2.20	A1+
STATE BANK OF INDORE CD 14-05-07	1.87	P1+
ICICI BANK CD 04-04-07	0.42	A1+
STATE BANK OF HYDERABAD CD 07-06-07	0.32	A1+
KOTAK MAHINDRA BANK CD 24-04-07	0.14	P1+
UNION BANK OF INDIA CD 05-02-07	0.08	A1+

total bank deposits 13.97

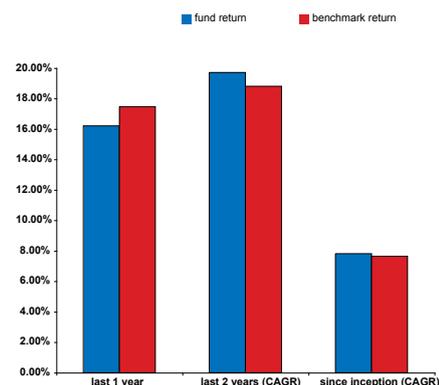
equity

		N.A.
TCS	2.07	
CUMMINS INDIA	1.91	
LARSEN & TOUBRO	1.87	
RELIANCE INDUSTRIES	1.84	
TATA MOTORS	1.83	
SIEMENS	1.62	
ONGC CORPORATION	1.54	
GRASIM INDUSTRIES	1.53	
DR REDDY LABORATORIES	1.42	
HINDUSTAN LEVER	1.37	
INFOSYS TECHNOLOGIES	1.26	
JSW STEELS	1.24	
BHARTI AIRTEL	1.21	
HPCL	1.19	
IPCL	1.11	
PUNJAB TRACTORS	1.11	
ALSTOM POWER INDIA	1.05	
TATA TEA	0.94	
BHARAT HEAVY ELECTRICALS	0.89	
DECCAN AVIATION	0.83	
INDIAN HOTELS	0.83	
ASHOK LEYLAND	0.82	
ICICI BANK	0.79	
PUNJ LLOYD	0.77	
TATA STEEL	0.75	
RELIANCE COMMUNICATIONS	0.73	
ACC	0.73	
TVS MOTOR COMPANY	0.69	
STATE BANK OF INDIA	0.65	
PUNJAB NATIONAL BANK	0.57	
SUZLON ENERGY	0.54	
GSFC	0.54	
INDIAN OIL CORPORATION	0.52	
JET AIRWAYS INDIA	0.49	
HINDALCO INDUSTRIES	0.41	
GREAVES COTTON	0.33	

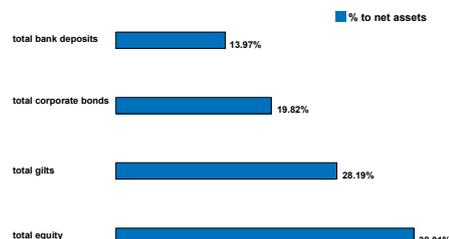
total equity 38.01

total net assets 100.00

fund return v/s benchmark return

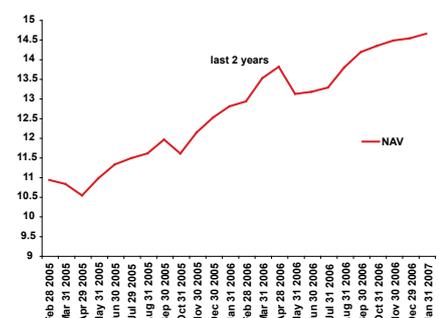


asset allocation



duration of debt portfolio: 1.75 years

NAV movement



fund objective

Provide high real rate of return in the long term through high exposure to equity investments, while recognizing that there is significant probability of negative returns in the short term. The risk appetite is 'high'.

products

Reliance Market Return plan (formerly Kanaka Shree)

fund manager's report

The equity market in the month of January was volatile with corporates announcing their quarterly performances. With the budget around the corner, we anticipate the market to be more volatile. The equity exposure was kept at 94.18% in anticipation of volatile markets and to take advantage of budget related investment opportunities which may come up as the budget approaches.

benchmark construction

CNX Nifty: 100%

ulip equity fund

details as on January 31, 2007

fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	33.34%	36.04%	20.16%	19.73%	1.41	1.57
last 2 years (CAGR)	39.52%	40.86%	20.80%	20.75%	1.66	1.73
since inception (CAGR)	41.07%	44.30%	19.65%	19.51%	1.84	2.01
date of inception	august, 2004					

portfolio

security	% of total assets	beta
equity		
TATA CONSULTANCY SERVICES	5.12	0.95
LARSEN & TOUBRO	4.61	1.09
RELIANCE INDUSTRIES	4.55	1.02
TATA MOTORS	4.53	1.15
CUMMINS INDIA	4.48	1.00
SIEMENS	3.99	1.24
ONGC CORPORATION	3.81	0.95
GRASIM INDUSTRIES	3.78	1.19
DR REDDY LABORATORIES	3.51	0.68
HINDUSTAN LEVER	3.38	1.03
INFOSYS TECHNOLOGIES	3.10	0.85
JSW STEELS	3.09	0.99
BHARTI AIRTEL	2.99	0.89
HPCL	2.95	0.76
IPCL	2.79	1.21
PUNJAB TRACTORS	2.75	0.64
ALSTOM POWER INDIA	2.59	1.29
TATA TEA	2.31	0.99
BHARAT HEAVY ELECTRICALS	2.21	1.04
TATA STEEL	2.19	1.47
ACC	2.08	1.03
INDIAN HOTELS	2.06	1.15
DECCAN AVIATION	2.05	1.29
ASHOK LEYLAND	2.03	1.01
ICICI BANK	1.96	0.87
PUNJ LLOYD	1.89	1.34
TVS MOTOR COMPANY	1.70	1.14
RELIANCE COMMUNICATIONS	1.70	1.42
STATE BANK OF INDIA	1.62	0.99
PUNJAB NATIONAL BANK	1.42	0.92
SUZLON ENERGY	1.34	1.27
GSFC	1.33	1.01
INDIAN OIL CORPORATION	1.26	0.87
JET AIRWAYS INDIA	1.22	0.83
HINDALCO INDUSTRIES	1.01	1.28
GREAVES COTTON	0.80	1.18
total equity	94.18	

bank deposits

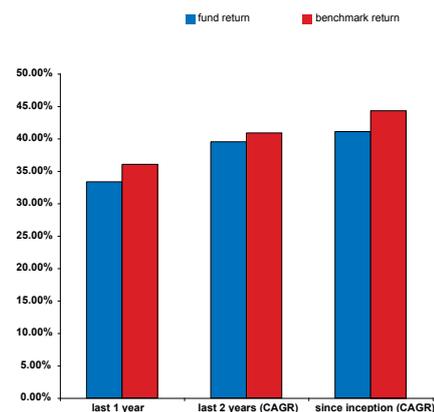
CBLO 02-01-2007	3.33
UNION BANK OF INDIA CD 2007	0.44

total bank deposits 3.77

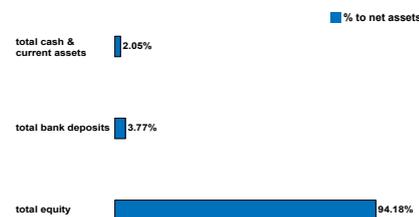
total cash & current assets 2.05

total net assets 100.00

fund return v/s benchmark return

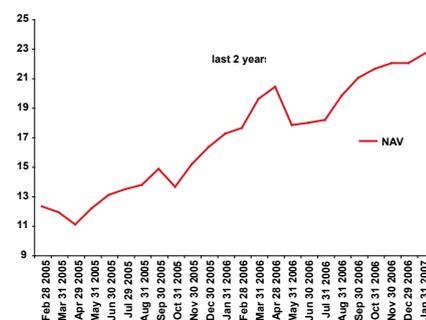


asset allocation



fund beta : 1.042

NAV movement



fund objective

Maintain the capital value of all contributions (net of charges) and all interest additions, at all times. The risk appetite is 'extremely low'.

products

Reliance Golden years plan (formerly Bhagya Shree)

Employee benefit plans (Reliance Group gratuity and Reliance Group Superannuation)

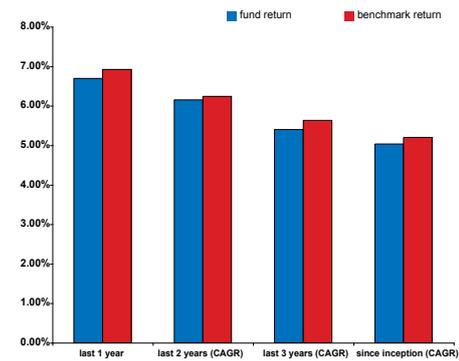
fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	6.69%	6.92%	0.14%	0.07%	12.04	25.82
last 2 years (CAGR)	6.15%	6.24%	0.19%	0.21%	5.98	5.80
last 3 years (CAGR)	5.40%	5.63%	0.37%	0.34%	1.08	1.87
since inception (CAGR)	5.03%	5.20%	0.38%	0.37%	0.07	0.53
date of inception	february, 2003					

portfolio

security	% of total assets	rating
gilts		
sovereign		
11.90% GOI 28-05-07	44.54	
total gilts	44.54	
bank deposits		
UNION BANK OF INDIA CD 05-02-07	16.95	A1+
ICICI BANK CD 04-04-07	15.51	A1+
ICICI BANK CD 18-04-07	10.86	A1+
KOTAK MAHINDRA BANK CD 24-04-07	7.48	P1+
CBLO 02-01-07	3.54	
CASH AND CASH RECEIVABLES	1.11	
total bank deposits	55.46	
total net assets	100.00	

fund return v/s benchmark return



asset allocation



fund manager's report

44% of Net Assets was allocated towards a four month G sec. 56% was allocated towards short term CDs and CBLOs to optimize portfolio yield.

benchmark construction

Yield on 182-day T. Bills

duration of debt portfolio : 0.21 years

fund objective

Provide investment returns that exceed the rate of inflation in the long term while maintaining a low probability of negative returns in the short term. The risk appetite is defined as 'low to moderate'.

products

Reliance Golden years plan
(formerly Bhagya Shree)

Employee benefit plans
(Reliance Group Gratuity and Reliance Group Superannuation)

fund manager's report

The equity market in the month of January was volatile with corporates announcing their quarterly performances. In order to take a cautious position on the equity markets and also to take advantage of budget related opportunities, the holding in equities was kept below the maximum level at 18.82%. 41% of Net assets was allocated to gilts. About 27% of the portfolio was allocated towards high yielding corporate bonds. A new bond of IL&FS was added to the portfolio. The Debt portfolio duration was kept low as bond prices were volatile and yields rose during the month.

benchmark construction

CRISIL ST Bond Index: 80%
CNX Nifty: 20%

pension balanced fund

details as on January 31, 2007

fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	11.18%	11.47%	4.47%	3.95%	1.38	1.64
last 2 years (CAGR)	12.04%	11.82%	4.39%	4.15%	1.60	1.64
last 3 years (CAGR)	10.10%	9.47%	4.09%	4.14%	1.25	1.08
since inception (CAGR)	11.85%	10.67%	3.94%	4.17%	1.74	1.36
date of inception			february, 2003			

portfolio

security	% of total assets	rating
----------	-------------------	--------

corporate bonds

8.25% IDBI OMNI BOND SER III 26-05-11	4.04	AA+
7.39% POWER GRID CORPORATION 22-09-11	3.94	AAA
8.40% IRFC 14-05-07	3.88	AAA
8.90% CITIFINANCIAL CONSUMER NCD 05-08-09	3.81	AAA
6.25% ULTRATECH CEMENT 25-06-09	3.34	AA+
9.00% SUNDARAM FINANCE NCD 17-08-09	3.07	AA+
7.15% IND OIL BOND 10-06-12	1.61	AAA
8.05% IRFC 15-07-07	1.42	AAA
6.50% HINDALCO 06-09-09	1.17	AAA
9.20% IL&FS NCD SR VI 23-04-08	0.78	AAA
7.10% POWER GRID CORP 18-02-09	0.45	AAA

total corporate bonds 27.51

gilts

11.99% GOI 07-04-09	10.43
11.90% GOI 28-05-07	6.92
7.44% GOI Spl. OIL BOND 23-03-12	5.40
7.55% GOI 14-05-10	4.32
7.33% OIL COMP GOI BOND 07-03-09	3.39
12% GOI 02-05-08	3.11
7.37% GOI 16-04-14	2.41
91 DAYS TBILL 13-04-07	2.29
11.40% GOI 31-08-08	1.47
12.25% GOI 08-09-08	1.37
9.39% GOI 02-07-11	0.14

total gilts 41.26

bank deposits

STATE BANK OF INDORE CD 14-05-07	3.28	P1+
ICICI BANK CD 18-04-07	2.16	A1+
CASH AND CASH RECEIVABLES	2.06	
KOTAK MAHINDRA BANK CD 24-04-07	1.86	P1+
CBLO 02-01-07	1.39	
ICICI BANK CD 04-04-07	0.97	A1+
UNION BANK OF INDIA CD 05-02-07	0.69	A1+

total bank deposits 12.41

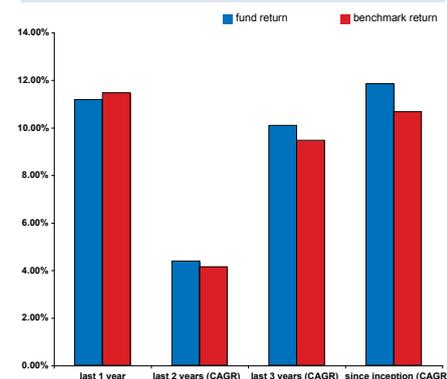
equity

TATA MOTORS	1.49
TATA CONSULTANCY SERVICES	1.37
RELIANCE INDUSTRIES	1.36
LARSEN & TOUBRO	1.35
DR REDDY LABORATORIES	1.24
CUMMINS INDIA	1.07
GRASIM INDUSTRIES	0.96
ONGC CORPORATION	0.96
HINDUSTAN LEVER	0.90
INFOSYS TECHNOLOGIES	0.89
BHARAT HEAVY ELECTRICALS	0.69
HPCL	0.69
TATA TEA	0.58
IPCL	0.57
INDIAN OIL CORPORATION	0.54
TATA STEEL	0.53
PUNJAB TRACTORS	0.50
ASHOK LEYLAND	0.49
INDIAN HOTELS	0.43
ICICI BANK	0.41
TVS MOTOR COMPANY	0.39
STATE BANK OF INDIA	0.36
PUNJAB NATIONAL BANK	0.36
SUZLON ENERGY	0.32
HINDALCO INDUSTRIES	0.22
ACC	0.14

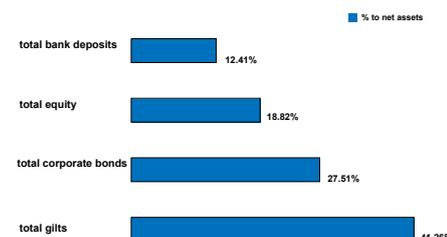
total equity 18.82

total net assets 100.00

fund return v/s benchmark return



asset allocation



duration of debt portfolio : 1.85 years

fund objective

Provide investment returns that exceed the rate of inflation in the long term while maintaining moderate probability of negative returns in the short term. The risk appetite is defined as 'moderate'.

products

Employee Benefit Plans
(Reliance Group Gratuity & Reliance Group Superannuation)

fund manager's report

The equity market in the month of January was volatile with corporates announcing their quarterly performances. In order to take a cautious position on the equity markets and also to take advantage of budget related opportunities, the holding in equities was kept below the maximum level at 38.47%. About 39% of Net Assets were allocated to gilts. 13% of the portfolio was allocated towards high yielding corporate bonds. The debt portfolio duration was kept low as bond prices were volatile and yields rose during the month. A higher allocation of 9% was made to bank deposits and CBLO to take advantage of high short term rates.

benchmark construction

CRISIL ST Bond Index: 60%
CNX Nifty: 40%

pension growth fund

details as on January 31, 2007

fund performance

period	fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	15.89%	17.46%	8.30%	7.86%	1.31	1.58
last 2 years (CAGR)	18.33%	18.81%	8.34%	8.28%	1.60	1.67
since inception (CAGR)	18.26%	18.61%	7.83%	7.64%	1.69	1.78
date of inception	august, 2004					

portfolio

security	% of total assets	rating
----------	-------------------	--------

corporate bonds

7.15% INDIAN OIL BOND 10-06-12	3.04	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	2.76	AA+
6.50% HINDALCO 06-09-09	2.69	AAA
9.00% SUNDARAM FINANCE NCD 17-08-09	1.41	AA+
7.39% POWER GRID CORP 22-09-2011	1.34	AAA
6.25% ULTRATECH CEMENT 25-06-09	1.33	AA+
8.90% CITIFINANCIAL CONSUMER NCD 05-08-09	0.68	AAA

total corporate bonds 13.25

gilts

		sovereign
11.99% GOI 07-04-09	14.74	
7.44% GOI Spl OIL BOND 23-03-12	6.31	
11.90% GOI 28-05-07	6.24	
12% GOI 02-05-08	5.94	
7.33% OIL COMP GOI BOND 07-03-09	3.04	
11.40% GOI 31-08-08	1.71	
12.25% GOI 08-09-08	0.99	
9.39% GOI 02-07-11	0.24	

total gilts 39.21

bank deposits

CBLO 02-01-07	7.12	
CASH AND CASH RECEIVABLES	1.68	
ICICI BANK CD 04-04-07	0.14	A1+
KOTAK MAHINDRA BANK CD 24-04-07	0.13	P1+

total bank deposits 9.07

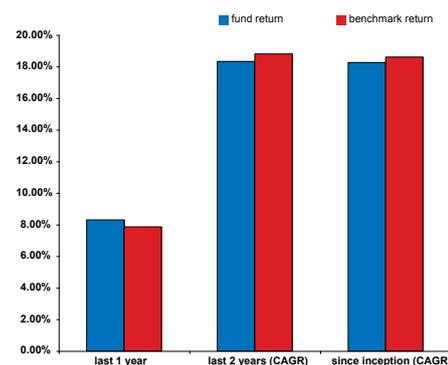
equity

		N.A.
TATA MOTORS	2.89	
TCS	2.79	
RELIANCE INDUSTRIES	2.75	
L&T	2.73	
DR REDDY'S LABORATORIES	2.24	
CUMMINS INDIA	2.14	
ONGC CORPORATION	1.95	
GRASIM INDUSTRIES	1.94	
HLL	1.82	
INFOSYS TECHNOLOGIES	1.81	
HPCL	1.43	
BHEL	1.40	
TATA STEEL	1.40	
TATA TEA	1.15	
IPCL	1.14	
INDIAN OIL CORPORATION	1.10	
ASHOK LEYLAND	1.00	
STATE BANK OF INDIA	0.87	
INDIAN HOTELS	0.86	
PUNJAB TRACTORS	0.84	
ICICI BANK	0.82	
TVS MOTOR COMPANY	0.79	
PNB	0.79	
ACC	0.75	
SUZLON ENERGY	0.63	
HINDALCO INDUSTRIES	0.43	

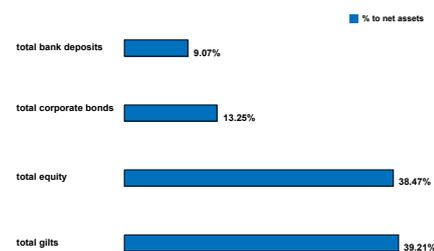
total equity 38.47

total net assets 100.00

fund return v/s benchmark return



asset allocation



duration of debt portfolio: 1.82 years