

### 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.

Economy Indicators	31st Oct 08	30th Sept 08	Change
Rs./₹	49.45	46.97	-5.28%
WPI Inflation	238.30*	241.10	10.68%y-o-y*
Forex Reserves (\$ bn)	258.42	291.97	-33.56bn\$
Oil Price (\$ per Barrel)	60.40	93.92	-33.52\$
Gold (Rs. per 10gm)	11900	13570	Rs.-1670

\* As of 30th October 2008

Investments	31st Oct 08	30th Sept 08	Absolute Change
FII's (Rs Crs)	-15347.30	-8278.10	-7069.20
Mf's (Rs Crs)	1431.60	2292.20	-860.60

Indices	31st Oct 08	30th Sept 08	% Change
BSE Sensex	9788.06	12860.43	-23.89
S&P CNX Nifty	2885.60	3921.20	-26.41
CNX Mid Cap	3506.40	4890.70	-28.30
BSE Small Cap	3765.11	5577.47	-32.49

Global Indices	31st Oct 08	30th Sept 08	% Change
Dow Jones	9325.01	10850.66	-14.06
FTSE 100	4377.34	4902.45	-10.71
Hang Seng	13968.67	18016.21	-22.47
Nikkei	8576.98	11259.86	-23.83

Sectoral Indices	31st Oct 08	30th Sept 08	% Change
CNX Infrastructure	2279.63	3183.45	-28.39
CNX Energy	5538.89	7803.79	-29.02
BSE Capital Goods	7017.61	10581.13	-33.68
BSE Bankex	5011.24	6478.85	-22.65
BSE Oil & Gas	6195.62	9039.28	-31.46
BSE IT	2861.94	3095.08	-7.53

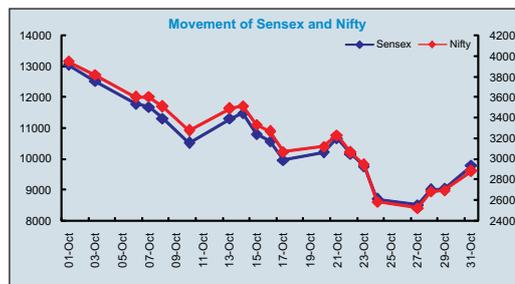
Fixed Income Indicators (%)	31st Oct 08	30th Sept 08	Absolute Change
NSE Mibor	20.30	14.57	5.73
91 Day T-Bill	7.05	8.48	-1.43
182 Day T-Bill	7.10	8.55	-1.45
1 year GOI Benchmark	7.42	8.89	-1.47
5 Year GOI Benchmark	7.55	8.70	-1.15
5 Year Corp Bond Benchmark	11.68	11.06	0.62
10 Year GOI Benchmark	7.46	8.66	-1.20
10 Year US Benchmark	3.97	3.82	0.15

### fund snapshot

asset allocation	funds	gross return (CAGR*) (%) as on October 31, 2008				date of inception
		last 1 year	last 2 years	last 3 years	since inception	
100% equity	Ulip Equity	-50.18%	-13.83%	5.95%	12.45%	August, 2004
100% Pure equity	Ulip Pure Equity	N.A.	N.A.	N.A.	N.A.	June, 2008
100% equity	Ulip Infrastructure	N.A.	N.A.	N.A.	N.A.	March, 2008
100% equity	Ulip Energy	N.A.	N.A.	N.A.	N.A.	March, 2008
100% equity	Ulip Midcap	N.A.	N.A.	N.A.	N.A.	March, 2008
80% equity, 20% debt	Ulip Super Growth	-42.24%	N.A.	N.A.	-19.74%	May, 2007
60% equity, 40% debt	Ulip High Growth	-32.15%	N.A.	N.A.	-5.93%	March, 2007
50% equity, 50% debt	Ulip Growth Plus	-27.28%	N.A.	N.A.	-4.27%	March, 2007
40% equity, 60% debt	Ulip Growth	-21.77%	-1.56%	6.70%	8.87%	August, 2004
20% equity, 80% debt	Ulip Balanced	-8.16%	3.21%	7.08%	9.30%	February, 2003
100% bond instruments	Ulip Corporate Bond	5.34%	N.A.	N.A.	7.79%	May, 2007
100% Debt Instruments	Ulip Pure Debt	5.66%	N.A.	N.A.	7.15%	April, 2007
100% govt. securities	Ulip Gilt	7.48%	N.A.	N.A.	7.32%	May, 2007
100% money market instruments	Ulip Money Market Fund	9.65%	N.A.	N.A.	9.54%	May, 2007
100% money market instruments	Ulip Capital Secure	9.12%	9.04%	8.13%	6.67%	February, 2003

\*CAGR: Compounded Annual Growth Rate

### equity market update - Oct 2008



#### Equity Market

Amidst widespread losses across regions in October, Sensex fell to a 35-month low, falling below 8000 briefly, before ending 23.89% lower at 9788 points. Nifty closed the month at 2885.60. Among sectors, realty and metals were the biggest losers, down 43.62% and 40.31%, respectively. IT was down by 7.53% and was among the sectors that saw the lowest declines.

The Q2 earnings painted a mixed picture, but overall net earnings appeared to have been affected by the depreciating rupee, lack of order inflow, higher input costs and higher interest rates. Global pressures such as recession and financial market crisis took a toll on the market and caused pain to other emerging market indices as well.

FII's pulled out \$3.8 bn from Indian equities in October itself, taking the year's tally to \$12.9 bn. With no relief seen from investment outflow, SEBI announced removal of restrictions on P-Notes and hike in FII investment limit in debt. Further, RBI provided liquidity by cutting key policy rates ahead of the credit and monetary policy review. This has reduced liquidity pressure but banks are still reluctant to lend and sitting on huge amounts of cash.

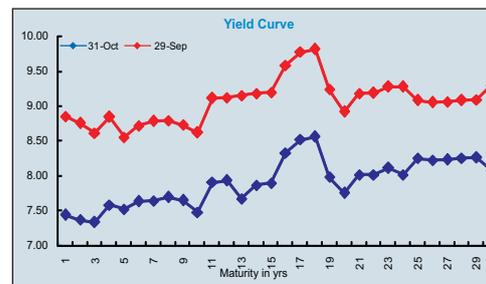
Meanwhile, the absence of more rate cuts in the Credit & Monetary policy review triggered selling in stocks before market sentiments improved late in the month across the globe. The signal of improving conditions was marked by easing lending rates like the Libor. A domestic factor that offered comforting support was the easing of the WPI inflation rate.

On November 1, RBI announced another round of hefty rate cuts following the slew of rate cuts by other central banks. RBI announced a fresh 100 bps cut in CRR and 50 bps cut in LAF repo and 1% cut in SLR.

#### Outlook:

Going ahead, the equity market will take positive cues from fall in inflation and crude oil prices. But concerns about weak corporate results will continue to hurt market sentiments. The market will also keenly watch the global liquidity situation and the measures taken by the central bank to tackle this tight situation. To conclude, market sentiments will continue to remain fragile due to global recession worries and heavy selling by foreign funds.

### debt market update - Oct 2008



#### Debt Market

The 10 year benchmark G-sec yield curve fell sharply down from 8.66% to 7.46% as RBI slashed key rates and eased monetary conditions. Apart from RBI measures, policy action of global central banks also rubbed off positively on domestic bonds though the easing on banks' SLR requirements from 25% to 24% (w.e.f Nov 8) acted as a negative as banks could liquidate bond holdings to that extent.

The WPI inflation rate which dropped to 10.68% y-o-y from close to 12%, provided firm support to bonds. At the shorter end of the curve, 364 day Treasury bill cut-off yields also fell sharply by 213 bps. Five-year AAA corporate bond yield rose to 11.68% from 11.06%, offering a record high credit spread of over 400 bps. Commercial paper and Certificate of Deposit rates remained sticky at higher levels indicating the difficulty faced by borrowers.

Key domestic indicators like industrial production and infrastructure output continued to display the impact of monetary tightening over the last few quarters while the RBI also revised growth forecast lower to a range of 7.5%-8% in its October 2008 Credit Policy, acknowledging the likely spill over impact from the global crisis. However, prospects of higher than budgeted fiscal deficit weighed on sentiment.

As liquidity conditions worsened again, the RBI on Nov 1 announced a fresh LAF repo rate cut by 50 bps to 7.5% (w.e.f Nov.3) and CRR by 100 bps that would take effect in two equal steps - one from the fortnight beginning October 25 and other from November 8.

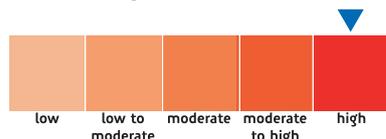
#### Outlook:

With inflation coming down to below 11% and RBI having cut key rates aggressively, we expect gilt yields to soften in the coming month. Short term CD/CP yields may fall due to liquidity infusion from CRR cuts. However G sec auctions, dollar demand leading to liquidity tightness and rise in crude oil prices are key risks to the outlook. We expect the ten yr benchmark G sec yield to be in the range of 7.25% to 8.00%.

## 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'.

## fund risk profile



## products & inception dates

Reliance Market Return Plan (MRP) - Equity Fund Option: Aug 9, 2004

Reliance Golden Year Plan (GYP) - Equity Fund Option: Mar 12, 2007

Reliance Automatic Investment Plan (AIP) - Equity Fund Option: May 28, 2007

Reliance Secure Child Plan (SCP) - Equity Fund Option: Nov 29, 2007

Reliance Wealth + Health Plan (WHP) - Equity Fund Option: Feb 27, 2008

Reliance Total Investment Plan Series I (TIPS I)-Equity Fund Option: Mar 19, 2008

Reliance Total Investment Plan Series II (TIPS II)-Equity Fund Option: Mar 19, 2008

Reliance SuperInvest Assure Plan (SIP)-Equity Fund Option: Jun 12, 2008

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets, the holding in equities was kept at 86.69%.

## target asset allocation

Equity: 100%

## benchmark construction

S&P CNX Nifty: 100%

# ULIP Equity Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-50.18%	-51.10%	38.56%	38.24%	-1.43	-1.47
last 2 years (CAGR)	-13.83%	-12.21%	33.90%	34.87%	-0.56	-0.49
last 3 years (CAGR)	5.95%	6.77%	31.29%	31.71%	0.03	0.06
since inception (CAGR)	12.45%	14.35%	28.27%	28.67%	0.26	0.33
date of inception			august, 2004			

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets	1-yr beta
----------	-----------------	-----------

### equity

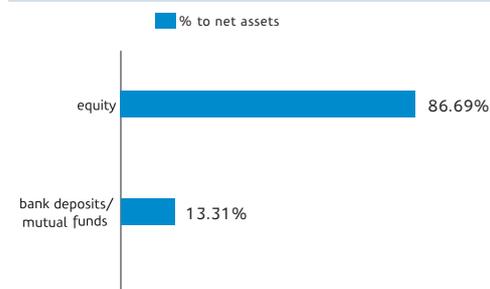
<b>OIL REFINERIES</b>	<b>14.80</b>	
RELIANCE INDUSTRIES LIMITED	7.18	1.14
OIL & NATURAL GAS CORPORATION LTD.	4.65	0.91
HINDUSTAN PETRO CORP LTD FV10	0.96	0.95
BHARAT PETROLEUM CORP LTD	0.89	0.69
RELIANCE PETROLEUM LIMITED	0.71	1.15
INDIAN OIL CORPORATION LIMITED	0.42	1.03
<b>BANKING &amp; FINANCE</b>	<b>13.62</b>	
STATE BANK OF INDIA	4.70	1.02
HDFC BANK	2.39	1.04
HOUSING DEVELOPMENT FIN CORP	2.04	1.16
ICICI BANK LTD	1.69	1.48
PUNJAB NATIONAL BANK	1.30	1.10
BANK OF BARODA	0.75	0.90
AXIS BANK LIMITED	0.60	1.13
BAJAJ FINSERV LIMITED	0.15	1.94
<b>CAP GOODS / ENGINEERING</b>	<b>9.76</b>	
LARSEN & TOUBRO LIMITED FV 2	3.13	1.04
BHARAT HEAVY ELECTRICALS LTD.	2.93	1.04
CUMMINS INDIA LIMITED FV 2	1.16	0.55
ALSTOM PROJECTS INDIA LTD.	0.91	1.02
ABB LIMITED FV 2	0.91	0.89
SIEMENS LTD FV 2	0.71	0.93
<b>IT</b>	<b>9.51</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	5.00	0.73
TATA CONSULTANCY SERVICES LTD.	3.09	0.92
WIPRO LTD.	1.42	0.95
<b>FMCG</b>	<b>6.71</b>	
HINDUSTAN UNILEVER LIMITED FV 1	3.93	0.50
ITC LTD FACE VALUE INR 1	2.78	0.64
<b>POWER</b>	<b>6.00</b>	
TATA POWER FV 10	2.69	1.14
NTPC LIMITED	1.60	1.00
AREVA T & D INDIA LIMITED	1.38	0.96
SUZLON ENERGY LIMITED	0.33	1.39
<b>TELECOM</b>	<b>5.72</b>	
BHARTI AIRTEL LIMITED	5.72	0.83
<b>PHARMACEUTICALS</b>	<b>5.16</b>	
DIVIS LABORATORIES LTD	2.82	0.90
CIPLA LIMITED FV 2	1.41	0.55
SUN PHARMACEUTICALS INDU LTD FV 5	0.93	0.37
<b>METALS</b>	<b>4.20</b>	
STEEL AUTHORITY OF INDIA LTD	1.62	1.23
TATA STEEL LIMITED	1.54	1.21
STERLITE INDUSTRIES LTD FV 2	0.59	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.45	1.25
<b>AUTOMOBILES</b>	<b>4.17</b>	
MARUTI SUZUKI INDIA LTD.	2.83	0.68
BAJAJ AUTO LIMITED NEW	0.96	0.70
TATA MOTORS LTD.	0.38	0.89
<b>GAS</b>	<b>1.92</b>	
GAIL (INDIA) LIMITED	1.92	0.89
<b>OIL EXPLORATION</b>	<b>1.36</b>	
CAIRN INDIA LIMITED	1.36	1.02
<b>FERTILIZERS</b>	<b>1.05</b>	
GUJARAT NARMADA VALLEY FERT CO. LTD.	0.65	1.23
GUJARAT STATE FERTILIZERS & CHEM LTD.	0.37	0.93
UNITED PHOSPHORUS LTD	0.03	0.65
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.80</b>	
GRASIM INDUSTRIES LTD FV 10	0.80	0.72
<b>HOTELS</b>	<b>0.73</b>	
INDIAN HOTELS CO. LTD.	0.73	0.73
<b>AVIATION</b>	<b>0.42</b>	
KINGFISHER AIRLINES LIMITED	0.42	1.49
<b>AUTO ANCILLARY</b>	<b>0.38</b>	
AUTOMATIVE AXLES	0.38	0.62
<b>MEDIA</b>	<b>0.30</b>	
TELEVISION EIGHTEEN INDIA LTD. FV 5	0.30	0.80
<b>CONSTRUCTION</b>	<b>0.08</b>	
GAMMON INDIA LTD FACE VALUE 2	0.08	0.85

**total equity 86.69**

**total bank deposits/mutual funds 13.31**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

Fund Beta 0.93

## NAV as on Oct 31, 2008

Reliance Market Return Plan (MRP) - Equity Fund Option: Rs. 15.4050

Reliance Golden Year Plan (GYP) - Equity Fund Option: Rs. 7.6305

Reliance Automatic Investment Plan (AIP) - Equity Fund Option: Rs. 6.5024

Reliance Secure Child Plan (SCP) - Equity Fund Option: Rs. 4.9707

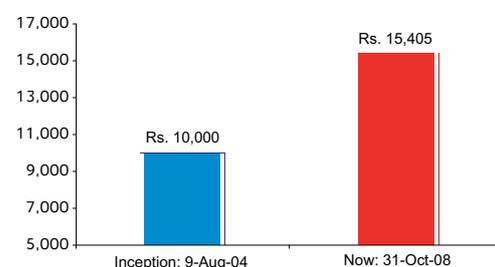
Reliance Wealth + Health Plan (WHP) - Equity Fund Option: Rs. 5.4047

Reliance Total Investment Plan Series I (TIPS I)-Equity Fund Option: Rs. 6.7108

Reliance Total Investment Plan Series II (TIPS II)-Equity Fund Option: Rs. 6.7029

Reliance SuperInvest Assure Plan (SIP) - Equity Fund Option: Rs. 6.7022

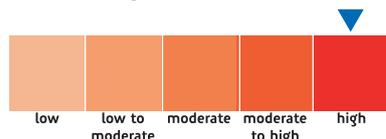
## growth of initial investment of Rs. 10,000 in MRP



## 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'.

## fund risk profile



## products & inception dates

Reliance SuperInvest Assure Plan (SIP)- Pure Equity Fund Option: Jun 12, 2008

Reliance Automatic Investment Plan (AIP)-Pure Equity Fund Option: Aug 1, 2008

Reliance Secure Child Plan (SCP)-Pure Equity Fund Option: Aug 1, 2008

Reliance Golden Year Plan (GYP)-Pure Equity Fund Option: Aug 1, 2008

Reliance Wealth + Health Plan (WHP)-Pure Equity Fund Option: Aug 1, 2008

Reliance Total Investment Plan Series I (TIPS I)-Pure Equity Fund Option: Aug 1, 2008

Reliance Total Investment Plan Series II (TIPS II)-Pure Equity Fund Option: Aug 1, 2008

Reliance Market Return Plan (MRP)-Pure Equity Fund Option: Aug 1, 2008

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets, the holding in equities was kept at 91.96%.

## target asset allocation

Pure Equity\*: 100%

(\*Investments only in sectors other than banks and non-banking financial companies, breweries, distilleries, alcohol based chemicals, cigarettes, tobacco, entertainment, leather, sugar and hatcheries.)

## benchmark construction

S&P CNX Nifty: 100%

# ULIP Pure Equity Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	june, 2008					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security % to net assets 1-yr beta

### equity

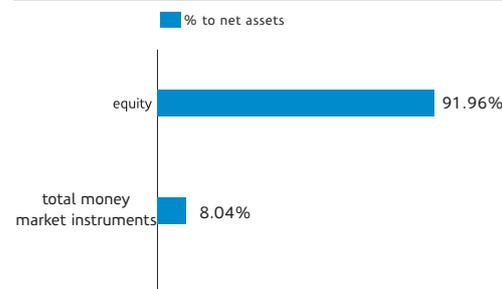
<b>OIL REFINERIES</b>	<b>17.37</b>	
RELIANCE PETROLEUM LIMITED	1.99	1.15
RELIANCE INDUSTRIES LIMITED	8.68	1.14
OIL & NATURAL GAS CORPORATION LTD.	6.10	0.91
BHARAT PETROLEUM CORP LTD	0.59	0.69
<b>IT</b>	<b>14.89</b>	
WIPRO LTD.	1.39	0.95
TATA CONSULTANCY SERVICES LIMITED	3.07	0.92
SATYAM COMPUTERS LTD - FV 2	2.05	0.77
INFOSYS TECHNOLOGIES LIMITED FV 5	8.39	0.73
<b>CAP GOODS / ENGINEERING</b>	<b>12.56</b>	
BHARAT HEAVY ELECTRICALS LIMITED	3.21	1.04
LARSEN & TOUBRO LIMITED FV 2	4.39	1.04
SIEMENS LTD FV 2	0.83	0.93
ABB LIMITED FV 2	0.76	0.89
CUMMINS INDIA LIMITED FV 2	1.38	0.55
ALSTOM PROJECTS INDIA LTD.	0.98	1.02
CROMPTON GREAVES LIMITED NEW FV 2	1.00	0.89
<b>POWER</b>	<b>12.01</b>	
SUZLON ENERGY LIMITED	0.30	1.39
TATA POWER FV 10	3.33	1.14
NTPC LIMITED	7.15	1.00
AREVA T & D INDIA LIMITED	1.23	0.96
<b>TELECOM</b>	<b>9.04</b>	
BHARTI AIRTEL LIMITED	9.04	0.83
<b>PHARMACEUTICALS</b>	<b>7.37</b>	
CIPLA LIMITED FV 2	1.75	0.55
SUN PHARMACEUTICALS IND LTD FV 5	1.28	0.37
DIVIS LABORATORIES LTD	3.53	0.90
JUBILANT ORGANOSYS LIMITED	0.80	0.44
<b>METALS</b>	<b>5.17</b>	
HINDALCO INDUSTRIES LTD FV INR 1	1.09	1.25
TATA STEEL LIMITED	1.98	1.21
STEEL AUTHORITY OF INDIA LTD	1.07	1.23
STERLITE INDUSTRIES LTD FV 2	1.02	1.11
<b>AUTOMOBILES</b>	<b>4.36</b>	
MAHINDRA & MAHINDRA LTD	1.27	0.91
TATA MOTORS LTD.	0.41	0.89
MARUTI SUZUKI INDIA LTD.	2.68	0.68
<b>FMCG</b>	<b>2.15</b>	
HINDUSTAN UNILEVER LIMITED FV 1	2.15	0.50
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>1.68</b>	
GRASIM INDUSTRIES LTD FV 10	0.83	0.72
ACC LIMITED	0.85	0.62
<b>REAL ESTATE</b>	<b>1.59</b>	
UNITECH LIMITED FV 2	0.07	1.74
DLF LIMITED	1.52	1.44
<b>CONSTRUCTION</b>	<b>1.19</b>	
JAIPRAKASH ASSOCIATES LTD	0.85	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.35	0.85
<b>OIL EXPLORATION</b>	<b>1.17</b>	
CAIRN INDIA LIMITED	1.17	1.02
<b>LOGISTICS</b>	<b>1.10</b>	
CONTAINER CORPORATION OF INDIA LTD	1.10	0.26
<b>AVIATION</b>	<b>0.31</b>	
KINGFISHER AIRLINES LIMITED	0.31	1.49

**total equity 91.96**

**total money market instruments 8.04**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

Fund Beta 0.92

## NAV as on Oct 31, 2008

Reliance SuperInvest Assure Plan (SIP) - Pure Equity Fund Option: Rs. 7.3262

Reliance Automatic Investment Plan (AIP)-Pure Equity Fund Option: Rs 6.6239

Reliance Secure Child Plan (SCP)-Pure Equity Fund Option: Rs 6.6239

Reliance Golden Year Plan (GYP)-Pure Equity Fund Option: Rs 6.6239

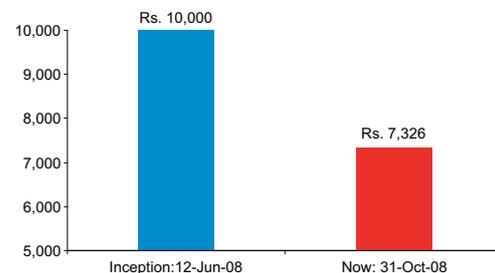
Reliance Wealth + Health Plan (WHP)-Pure Equity Fund Option: Rs 6.6239

Reliance Total Investment Plan Series I (TIPS I)-Pure Equity Fund Option: Rs 6.6239

Reliance Total Investment Plan Series II (TIPS II)-Pure Equity Fund Option: Rs 6.6239

Reliance Market Return Plan (MRP)-Pure Equity Fund Option: Rs 6.6239

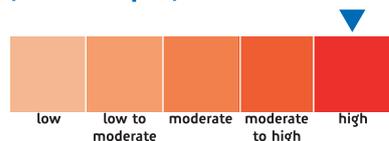
## growth of initial investment of Rs. 10,000 in SIP



## fund objective

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

## fund risk profile



## products & inception dates

Reliance Total Investment Plan Series I (TIPS I) -Infrastructure Fund Option: Mar 19, 2008

Reliance Total Investment Plan Series II (TIPS II)-Infrastructure Fund Option: Mar 19, 2008

Reliance SuperInvest Assure Plan (SIP)-Infrastructure Fund Option: Jun 12, 2008

Reliance Automatic Investment Plan (AIP)-Infrastructure Fund Option: Aug 1, 2008

Reliance Secure Child Plan (SCP)-Infrastructure Fund Option: Aug 1, 2008

Reliance Golden Year Plan (GYP)-Infrastructure Fund Option: Aug 1, 2008

Reliance Wealth + Health Plan (WHP)-Infrastructure Fund Option: Aug 1, 2008

Reliance Market Return Plan (MRP)-Infrastructure Fund Option: Aug 1, 2008

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets, the holding in equities was kept at 86.42%.

## target asset allocation

Equity: 100%

## benchmark construction

CNX Infrastructure Index: 100%

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	march, 2008					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security % to net assets 1-yr beta

### equity

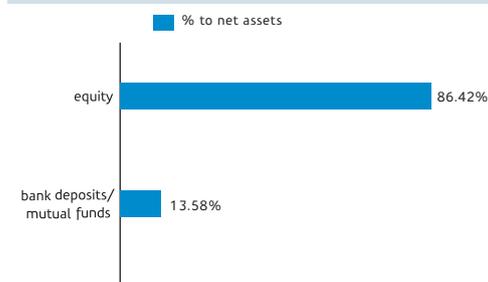
<b>POWER</b>	<b>22.42</b>	
NTPC LIMITED	16.12	1.00
TATA POWER FV 10	3.50	1.14
NEVELI LIGNITE CORPORATION LTD	1.69	1.75
SUZLON ENERGY LIMITED	1.10	1.39
<b>CAP GOODS / ENGINEERING</b>	<b>22.17</b>	
BHARAT HEAVY ELECTRICALS LIMITED	7.96	1.04
LARSEN & TOUBRO LIMITED FV 2	7.61	1.04
PUNJ LLOYD LIMITED FV 2	1.98	1.34
SIEMENS LTD FV 2	1.74	0.93
ABB LIMITED FV 2	1.54	0.89
CROMPTON GREAVES LIMITED NEW FV 2	1.34	0.89
<b>TELECOM</b>	<b>21.84</b>	
BHARTI AIRTEL LIMITED	19.21	0.83
TATA COMMUNICATIONS LIMITED	1.67	1.11
RELIANCE COMMUNICATIONS LTD FV - 5	0.96	1.34
<b>OIL REFINERIES</b>	<b>4.79</b>	
RELIANCE INDUSTRIES LIMITED	4.79	1.14
<b>CONSTRUCTION</b>	<b>3.24</b>	
GMR INFRASTRUCTURE LIMITED FV 2	1.64	1.29
JAIPRAKASH ASSOCIATES LTD	1.41	1.55
IVRCL INFRASTRUCTURES & PROJECTS LTD.	0.19	1.08
<b>TEXTILE</b>	<b>2.92</b>	
ADITYA BIRLA NUVO LIMITED	2.92	0.92
<b>BANKING &amp; FINANCE</b>	<b>2.43</b>	
HOUSING DEVELOPMENT FINANCE CORP	1.69	1.16
INFRA DEVE FINANCE COMPANY LTD.	0.74	1.26
<b>REAL ESTATE</b>	<b>2.09</b>	
DLF LIMITED	1.25	1.44
UNITECH LIMITED FV 2	0.83	1.74
<b>METALS</b>	<b>1.47</b>	
TATA STEEL LIMITED	0.94	1.21
HINDALCO INDUSTRIES LTD FV INR 1	0.53	1.25
<b>LOGISTICS</b>	<b>1.10</b>	
CONTAINER CORPORATION OF INDIA LTD	1.10	0.26
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.66</b>	
GRASIM INDUSTRIES LTD FV 10	0.66	0.72
<b>HOTELS</b>	<b>0.60</b>	
INDIAN HOTELS CO. LTD.	0.60	0.73
<b>SHIPPING</b>	<b>0.52</b>	
SHIPPING CORPORATION OF INDIA LTD	0.52	1.23
<b>AVIATION</b>	<b>0.20</b>	
KINGFISHER AIRLINES LIMITED	0.20	1.49

**total equity 86.42**

**total bank deposits/mutual funds 13.58**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

Fund Beta 1.03

## NAV as on Oct 31, 2008

Reliance Total Investment Plan Series I (TIPS I) - Infrastructure Fund Option: Rs. 6.2130

Reliance Total Investment Plan Series II (TIPS II)-Infrastructure Fund Option: Rs. 6.2038

Reliance SuperInvest Assure Plan (SIP) - Infrastructure Fund Option: Rs. 6.5000

Reliance Automatic Investment Plan (AIP)-Infrastructure Fund Option: Rs 6.3132

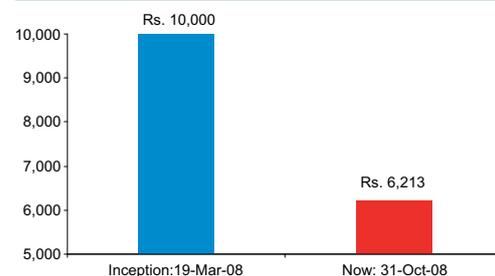
Reliance Secure Child Plan (SCP)-Infrastructure Fund Option: Rs 6.3132

Reliance Golden Year Plan (GYP)-Infrastructure Fund Option: Rs 6.3132

Reliance Wealth + Health Plan (WHP)-Infrastructure Fund Option: Rs 6.3132

Reliance Market Return Plan (MRP)-Infrastructure Fund Option: Rs 6.3132

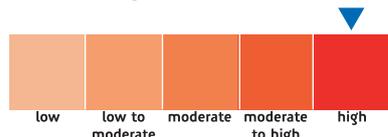
## growth of initial investment of Rs. 10,000 in TIPS-I



## fund objective

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

## fund risk profile



## products & inception dates

Reliance Total Investment Plan Series I (TIPS I)-Energy Fund Option: Mar 19, 2008

Reliance Total Investment Plan Series II (TIPS II) -Energy Fund Option: Mar 19, 2008

Reliance SuperInvest Assure Plan (SIP)-Energy Fund Option: Jun 12, 2008

Reliance Automatic Investment Plan (AIP)- Energy Fund Option: Aug 1, 2008

Reliance Secure Child Plan (SCP)-Energy Fund Option: Aug 1, 2008

Reliance Golden Year Plan (GYP)-Energy Fund Option: Aug 1, 2008

Reliance Wealth + Health Plan (WHP)-Energy Fund Option: Aug 1, 2008

Reliance Market Return Plan (MRP)-Energy Fund Option: Aug 1, 2008

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 86.11%.

## target asset allocation

Equity: 100%

## benchmark construction

CNX Energy Index: 100%

# ULIP Energy Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	march, 2008					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security % to net assets 1-yr beta

### equity

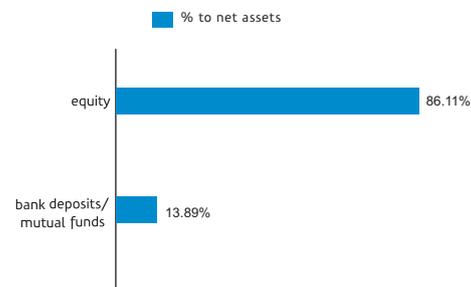
<b>OIL REFINERIES</b>	<b>57.20</b>	
RELIANCE INDUSTRIES LIMITED	30.11	1.14
OIL & NATURAL GAS CORPORATION LTD.	18.21	0.91
RELIANCE PETROLEUM LIMITED	5.22	1.15
INDIAN OIL CORPORATION LIMITED	2.33	1.03
BHARAT PETROLEUM CORP LTD	1.33	0.69
<b>POWER</b>	<b>16.47</b>	
NTPC LIMITED	11.33	1.00
TATA POWER FV 10	2.96	1.14
POWER GRID CORP OF INDIA LIMITED	1.78	1.07
AREVA T & D INDIA LIMITED	0.40	0.96
<b>GAS</b>	<b>3.88</b>	
GAIL (INDIA) LIMITED	3.88	0.89
<b>CAP GOODS / ENGINEERING</b>	<b>3.13</b>	
BHARAT HEAVY ELECTRICALS LIMITED	1.02	1.04
LARSEN & TOUBRO LIMITED FV 2	0.85	1.04
CUMMINS INDIA LIMITED FV 2	0.46	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.40	0.89
ALSTOM PROJECTS INDIA LTD.	0.39	1.02
<b>OIL EXPLORATION</b>	<b>2.92</b>	
CAIRN INDIA LIMITED	2.92	1.02
<b>BANKING &amp; FINANCE</b>	<b>1.09</b>	
POWER FINANCE CORPORATION LTD	1.09	1.16
<b>FMCG</b>	<b>0.83</b>	
EVEREST KANTO CYLINDER LIMITED	0.83	0.78
<b>METALS</b>	<b>0.58</b>	
JINDAL STEEL AND POWER LIMITED	0.58	1.36

**total equity 86.11**

**total bank deposits/mutual funds 13.89**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

Fund Beta 1.04

## NAV as on Oct 31, 2008

Reliance Total Investment Plan Series I (TIPS I)-Energy Fund Option: Rs. 6.6871

Reliance Total Investment Plan Series II (TIPS II) -Energy Fund Option: Rs. 6.6863

Reliance SuperInvest Assure Plan (SIP) - Energy Fund Option: Rs. 7.0125

Reliance Automatic Investment Plan (AIP)-Energy Fund Option: Rs 6.5916

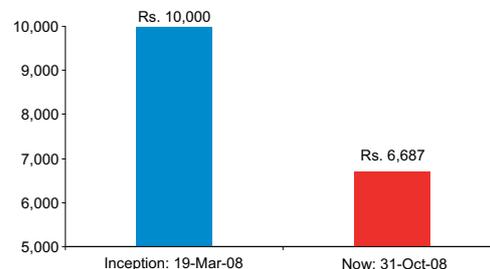
Reliance Secure Child Plan (SCP)-Energy Fund Option: Rs 6.5916

Reliance Golden Year Plan (GYP)-Energy Fund Option: Rs 6.5916

Reliance Wealth + Health Plan (WHP)-Energy Fund Option: Rs 6.5916

Reliance Market Return Plan (MRP)-Energy Fund Option: Rs 6.5916

## growth of initial investment of Rs. 10,000 in TIPS-I



### fund performance

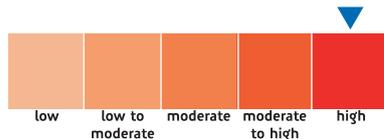
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	march, 2008					

\*CAGR: Compounded Annual Growth Rate

### fund objective

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

### fund risk profile



### products & inception dates

Reliance Total Investment Plan Series I (TIPS I)-Midcap Fund Option: Mar 19, 2008

Reliance Total Investment Plan Series II (TIPS II)-Midcap Fund Option: Mar19, 2008

Reliance SuperInvest Assure Plan (SIP)-Midcap Fund Option: Jun 12, 2008

Reliance Automatic Investment Plan (AIP)-Midcap Fund Option: Aug 1, 2008

Reliance Secure Child Plan (SCP)-Midcap Fund Option: Aug 1, 2008

Reliance Golden Year Plan (GYP)-Midcap Fund Option: Aug 1, 2008

Reliance Wealth + Health Plan (WHP)-Midcap Fund Option: Aug 1, 2008

Reliance Market Return Plan (MRP)-Midcap Fund Option: Aug 1, 2008

### fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 86.11%.

### target asset allocation

Equity: 100%

### benchmark construction

Nifty Midcap 50: 100%

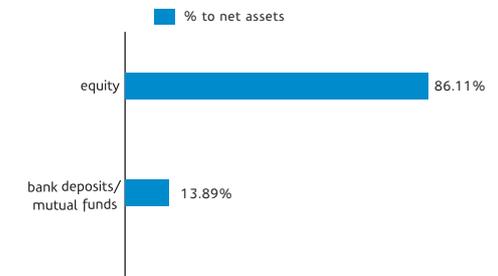
### portfolio

security % to net assets 1-yr beta

#### equity

PHARMACEUTICALS	11.67	
LUPIN LIMITED	4.41	0.45
DIVIS LABORATORIES LTD	4.25	0.90
JUBILANT ORGANOSYS LIMITED	1.17	0.44
WOCKHARDT LTD.	1.01	0.70
PIRAMAL HEALTHCARE LIMITED	0.84	0.45
CAP GOODS / ENGINEERING	10.57	
PUNJ LLOYD LIMITED FV 2	2.73	1.34
LARSEN & TOUBRO LIMITED FV 2	2.13	1.04
VOLTAS LIMITED FV INR 1	1.72	1.15
BEML LIMITED	1.63	0.76
ALSTOM PROJECTS INDIA LTD.	1.44	1.02
AIA ENGINEERING LIMITED	0.92	0.64
BANKING & FINANCE	9.41	
CORPORATION BANK	2.00	0.65
ALLAHABAD BANK	1.58	1.10
SYNDICATE BANK LTD.	1.37	0.89
ANDHRA BANK LTD	1.25	0.94
CANARA BANK	1.25	0.84
FEDERAL BANK LTD	1.04	0.75
JAMMU & KASHMIR BANK LTD	0.93	0.69
FMCG	7.75	
TITAN INDUSTRIES LIMITED	3.96	1.09
TATA TEA LIMITED	2.37	0.68
MARICO LIMITED FV 1	1.41	0.55
IT	7.34	
ROLTA INDIA LTD	3.01	1.07
MPHASIS LIMITED	2.24	0.78
MOSER BAER INDIA LIMITED	1.11	1.10
TATA CONSULTANCY SERVICES LIMITED	0.98	0.92
POWER	5.55	
TATA POWER FV 10	2.49	1.14
CESC LIMITED	1.91	0.95
LANCO INFRATECH LIMITED	1.15	1.88
SHIPPING	4.87	
SHIPPING CORPORATION OF INDIA LTD	2.45	1.23
GREAT EASTERN SHIPPING COMPANY LTD.	2.42	1.22
OIL REFINERIES	4.77	
RELIANCE INDUSTRIES LIMITED	2.40	1.14
CHENNAI PETROLEUM CORPORATION LTD	1.50	0.81
RELIANCE PETROLEUM LIMITED	0.88	1.15
CONSTRUCTION	4.28	
HINDUSTAN CONST COMPANY LTD FV 1	1.41	1.42
NAGARJUNA CONSTRUCTION CO LTD FV 2	1.16	1.17
IVRCL INFRASTRUCTURES & PROJECTS LTD.	0.88	1.08
PATEL ENGINEERING LIMITED	0.84	1.08
CEMENT & CEMENT PRODUCTS	4.27	
INDIA CEMENTS LTD	1.88	1.15
SHREE CEMENT LTD.	1.26	0.57
KESORAM INDUSTRIES LTD	0.64	0.89
BIRLA CORPORATION LIMITED	0.49	1.16
FERTILISERS	2.69	
TATA CHEMICALS LTD.	2.69	0.86
AUTOMOBILES	1.89	
ASHOK LEYLAND LTD FV 1	1.89	1.08
AUTO ANCILLARY	1.85	
EXIDE INDUSTRIES LTD	1.17	0.69
AMTEK AUTO LIMITED FV 2	0.69	0.57
LOGISTICS	1.75	
CONTAINER CORPORATION OF INDIA LTD	1.75	0.26
GAS	1.62	
PETRONET LNG LTD	1.62	1.24
REAL ESTATE	1.54	
BOMBAY DYEING & MFG COMPANY LTD.	0.65	1.54
ANSAL PROPERTIES AND INFRA LIMITED	0.52	1.75
PENINSULA LAND LIMITED	0.37	1.91
TELECOM	1.53	
TATA TELESERVICES (MAHARASHTRA) LTD	1.53	1.17
PIPES	1.15	
MAHARASHTRA SEAMLESS LIMITED FV 5	1.15	0.98
HOTELS	0.82	
HOTEL LEELA VENTURE LTD FV 2	0.82	1.23
SUGAR	0.47	
BAJAJ HINDUSTAN LIMITED FV INR 1	0.47	1.60
RETAIL	0.31	
VISHAL RETAIL LIMITED	0.31	0.68
<b>total equity</b>	<b>86.11</b>	
<b>total bank deposits/mutual funds</b>	<b>13.89</b>	
<b>total net assets</b>	<b>100.00</b>	

### asset allocation



### fund characteristics as on Oct 31, 2008

Fund Beta 0.96

### NAV as on Oct 31, 2008

Reliance Total Investment Plan Series I (TIPS I)-Midcap Fund Option: Rs. 6.1374

Reliance Total Investment Plan Series II (TIPS II)-Midcap Fund Option: Rs. 6.1504

Reliance SuperInvest Assure Plan (SIP) - Midcap Fund Option: Rs. 5.8771

Reliance Automatic Investment Plan (AIP)-Midcap Fund Option: Rs 6.0884

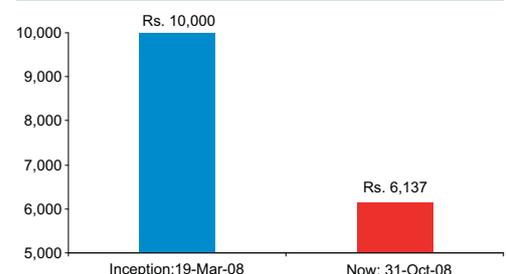
Reliance Secure Child Plan (SCP)-Midcap Fund Option: Rs 6.0884

Reliance Golden Year Plan (GYP)-Midcap Fund Option: Rs 6.0884

Reliance Wealth + Health Plan (WHP)-Midcap Fund Option: Rs 6.0884

Reliance Market Return Plan (MRP)-Midcap Fund Option: Rs 6.0884

### growth of initial investment of Rs. 10,000 in TIPS-I



## fund performance

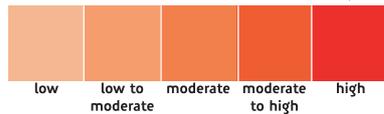
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-42.24%	-41.90%	30.53%	30.64%	-1.55	-1.53
since inception (CAGR)	-19.74%	-17.84%	30.59%	31.88%	-0.81	-0.72
date of inception			may, 2007			

\*CAGR: Compounded Annual Growth Rate

## fund objective

Provide high 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, which will be moderated through some exposure to debt. The risk appetite is 'high'

## fund risk profile



## products & inception dates

Reliance Automatic Investment Plan (AIP) - A Option: May 28, 2007

Reliance Wealth + Health Plan (WHP) - A Option: Feb 27, 2008

## portfolio

security	% to net assets	rating/1-yr beta
----------	-----------------	------------------

### corporate bonds

11.10% POWER FINANCE CORP 15-09-2013	4.93	AAA
10.05% NABARD 11-06-2014	1.53	AAA
9.35% HDFC LTD 09-11-2009	1.22	AAA
9.50% NABARD NPS BONDS SR IX I 15-10-2012	1.18	AAA
7% POWER FINANCE 24-12-2011	1.07	AAA
10% NABARD 18-06-2010	0.98	AAA
9.25% EXIM BANK 13-12-2012	0.93	AAA
9.90% TATA SONS LTD 20-05-2011	0.60	AAA
9.20% HDFC LTD 09-02-2012	0.59	AAA
8.65% HDFC LTD 12-09-11	0.58	AAA
6.10% IRFC 13-05-2010	0.58	AAA
10% NABARD NCD SR IX 14-05-2012	0.36	AAA
9.25% POWER GRID CORP 09-02-2013	0.29	AAA
9.76% IRFC 03-07-2012	0.24	AAA

**total corporate bonds 15.08**

### gilts

security		SOVEREIGN
7.27% GOI 2013 03-09-2013	1.24	
7.44% GOI SPL OIL BOND 23-03-2012	0.12	

**total gilts 1.36**

### equity

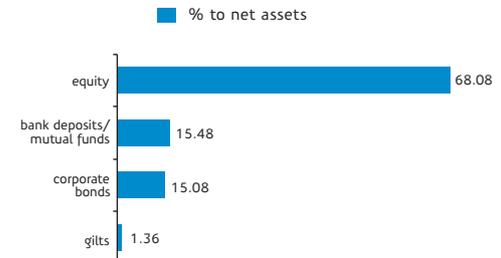
<b>OIL REFINERIES</b>	<b>12.19</b>	
RELIANCE INDUSTRIES LIMITED	5.95	1.14
OIL & NATURAL GAS CORPORATION LTD.	3.68	0.91
RELIANCE PETROLEUM LIMITED	1.08	1.15
BHARAT PETROLEUM CORP LTD	0.97	0.69
HINDUSTAN PETROLEUM CORP LTD FV10	0.51	0.95
<b>BANKING &amp; FINANCE</b>	<b>10.94</b>	
STATE BANK OF INDIA	3.41	1.02
HOUSING DEVELOPMENT FINANCE CORP	2.04	1.16
ICICI BANK LTD	1.52	1.48
HDFC BANK	1.27	1.04
AXIS BANK LIMITED	1.02	1.13
BANK OF BARODA	0.97	0.90
FEDERAL BANK LTD	0.72	0.75
<b>IT</b>	<b>7.26</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	3.65	0.73
TATA CONSULTANCY SERVICES LIMITED	2.44	0.92
WIPRO LTD.	0.63	0.95
SATYAM COMPUTERS LTD - FV 2	0.53	0.77
<b>CAP GOODS / ENGINEERING</b>	<b>7.14</b>	
BHARAT HEAVY ELECTRICALS LIMITED	2.43	1.04
LARSEN & TOUBRO LIMITED FV 2	2.32	1.04
CUMMINS INDIA LIMITED FV 2	0.62	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.48	0.89
ALSTOM PROJECTS INDIA LTD.	0.47	1.02
ABB LIMITED FV 2	0.42	0.89
SIEMENS LTD FV 2	0.40	0.93
<b>TELECOM</b>	<b>4.96</b>	
BHARTI AIRTEL LIMITED	4.48	0.83
RELIANCE COMMUNICATIONS LTD. FV - 5	0.48	1.34
<b>POWER</b>	<b>4.94</b>	
TATA POWER FV 10	2.25	1.14
NTPC LIMITED	1.81	1.00
AREVA T & D INDIA LIMITED	0.75	0.96
SUZLON ENERGY LIMITED	0.13	1.39
<b>PHARMACEUTICALS</b>	<b>4.85</b>	
DIVIS LABORATORIES LTD	2.11	0.90
SUN PHARMACEUTICALS INDU LTD FV 5	1.03	0.37
CIPLA LIMITED FV 2	0.86	0.55
RANBAXY LABORATORIES LTD. FV 5/-	0.46	0.61
JUBILANT ORGANOSYS LIMITED	0.39	0.44
<b>FMCG</b>	<b>3.42</b>	
HINDUSTAN UNILEVER LIMITED FV 1	2.33	0.50
ITC LTD FACE VALUE INR 1	1.08	0.64
<b>METALS</b>	<b>3.11</b>	
TATA STEEL LIMITED	1.43	1.21
STEEL AUTHORITY OF INDIA LTD	1.00	1.23
STERLITE INDUSTRIES LTD FV 2	0.47	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.21	1.25
<b>AUTOMOBILES</b>	<b>2.95</b>	
MARUTI SUZUKI INDIA LTD.	1.32	0.68
BAJAJ AUTO LIMITED NEW	0.83	0.70
MAHINDRA & MAHINDRA LTD	0.59	0.91
TATA MOTORS LTD.	0.21	0.89
<b>GAS</b>	<b>1.30</b>	
GAIL (INDIA) LIMITED	1.30	0.89
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>1.10</b>	
ACC LIMITED	0.55	0.62
GRASIM INDUSTRIES LTD FV 10	0.55	0.72
<b>OIL EXPLORATION</b>	<b>0.92</b>	
CAIRN INDIA LIMITED	0.92	1.02
<b>CONSTRUCTION</b>	<b>0.62</b>	
JAIPRAKASH ASSOCIATES LTD	0.46	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.16	0.85
<b>LOGISTICS</b>	<b>0.61</b>	
CONTAINER CORPORATION OF INDIA LTD	0.61	0.26
<b>RETAIL</b>	<b>0.50</b>	
PANTALOON RETAIL INDIA LTD FV 2	0.50	1.06
<b>REAL ESTATE</b>	<b>0.41</b>	
DLF LIMITED	0.41	1.44
<b>FERTILIZERS</b>	<b>0.34</b>	
GUJARAT NARMADA VALLEY FERT CO. LTD.	0.34	1.23
<b>TEXTILE</b>	<b>0.32</b>	
ADITYA BIRLA NUVO LIMITED	0.32	0.92
<b>AVIATION</b>	<b>0.21</b>	
KINGFISHER AIRLINES LIMITED	0.21	1.49

**total equity 68.08**

**total bank deposits/mutual funds 15.48**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.57 years  
YTM of debt portfolio: 11.31%  
Beta of equity portfolio: 0.94

## NAV as on Oct 31, 2008

Reliance Automatic Investment Plan (AIP) - A Option: Rs. 7.2133

Reliance Wealth + Health Plan (WHP) - A Option: Rs. 6.1398

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 68.08%.

The exposure in gilts was at 1.36% similar to previous month. The exposure to corporate bonds was increased to 15.08% from 13.98% in previous month as they were available at higher spreads to G secs. The exposure to short term assets like CDs and MFs was around 15.48% slightly higher than previous month.

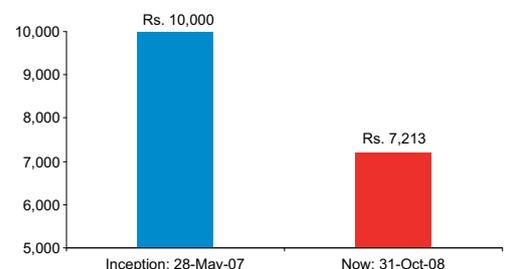
## target asset allocation

Debt.: 20%  
Equity: 80%

## benchmark construction

CRISIL ST Bond Index: 20%  
S&P CNX Nifty: 80%

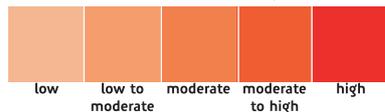
## growth of initial investment of Rs. 10,000 in AIP



## fund objective

Provide, in the long-term, returns which are significantly higher than the inflation rate, through high exposure to equity investments, while recognizing that there is some probability of negative returns in the short-term. The risk appetite is 'moderate to high'

## fund risk profile



## products & inception dates

Reliance Money Guarantee Plan (MGP) - F Option: Mar 1, 2007

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 52.63%.

The allocation to gilts was higher at 6.60% compared to 5.67% in previous month and to short term assets was lower at 11.80% compared to 17.55% in Sept. The allocation to corporate bonds was increased to 25.83% from 23.12% in Sept owing to higher spreads in corporate bonds.

## target asset allocation

Debt.: 40%  
Equity: 60%

## benchmark construction

CRISIL ST Bond Index: 40%  
S&P CNX Nifty: 60%

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-32.15%	-31.62%	23.31%	23.03%	-1.59	-1.59
since inception (CAGR)	-5.93%	-6.48%	22.52%	22.49%	-0.49	-0.51
date of inception			march, 2007			

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets	rating/1-yr beta
----------	-----------------	------------------

### corporate bonds

11.65% HDFC LTD 09-09-2010	1.84	AAA
10.20% HDFC LIMITED 13-04-2010	1.80	AAA
9.90% TATA SONS LTD 20-05-2011	1.77	AAA
10.10% POWER GRID CORP 12-06-2012	1.76	AAA
9.80% POWER FINANCE CORP 22-03-2012	1.75	AAA
6.31% EXIM BANK 17-01-2010	1.73	AAA
9.50% NABARD NPS BONDS SR IX 1 15-10-2012	1.73	AAA
9.45% RECL LTD 04-04-2013	1.72	AAA
9.25% EXIM BANK 13-12-2012	1.71	AAA
6% INDIAN HOTELS LTD 13-05-2011	1.62	AA+
9.68% IRFC 03-07-2010	1.43	AAA
9.75% LIC HOUSING FINANCE 24-09-2009	1.08	AAA
10% HDFC LTD 19-03-2010	1.08	AAA
8.25% IDBI OMNI BOND SER III 26-05-2011	0.82	AA+
9.65% NABARD SR IX G 10-09-2010	0.79	AAA
10% NABARD 18-06-2010	0.79	AAA
10.75% IL & FS LTD SER XI 29-03-2009	0.73	AAA
9.50% INDIAN HOTEL CO LTD 28-02-2012	0.69	AA+
7.60% ICICI BANK LTD 30-12-2015	0.64	AAA
9.76% IRFC 03-07-2010	0.35	AAA
<b>total corporate bonds</b>	<b>25.83</b>	

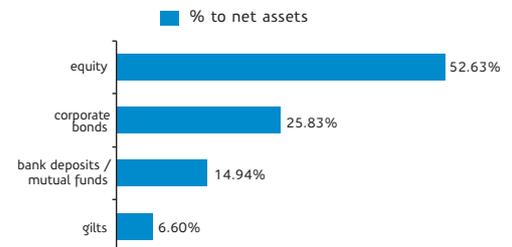
### gilts

		SOVEREIGN
7.37% GOI 2014 16-04-2014	2.18	
5.87% GOI 02-01-2010	2.17	
7.27% GOI 2013 03-09-2013	1.13	
9.39% GOI 2011 02-07-2011	1.12	
<b>total gilts</b>	<b>6.60</b>	

### equity

<b>OIL REFINERIES</b>	<b>9.39</b>	
RELIANCE INDUSTRIES LIMITED	4.58	1.14
OIL & NATURAL GAS CORPORATION LTD.	2.81	0.91
RELIANCE PETROLEUM LIMITED	0.86	1.15
BHARAT PETROLEUM CORP LTD	0.74	0.69
HINDUSTAN PETROLEUM CORP LTD FV10	0.41	0.95
<b>BANKING &amp; FINANCE</b>	<b>8.42</b>	
STATE BANK OF INDIA	2.64	1.02
HOUSING DEVELOPMENT FINANCE CORP	1.56	1.16
ICICI BANK LTD	1.15	1.48
HDFC BANK	0.96	1.04
AXIS BANK LIMITED	0.77	1.13
BANK OF BARODA	0.77	0.90
FEDERAL BANK LTD	0.57	0.75
<b>IT</b>	<b>5.64</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	2.75	0.73
TATA CONSULTANCY SERVICES LIMITED	2.01	0.92
WIPRO LTD.	0.48	0.95
SATYAM COMPUTERS LTD - FV 2	0.40	0.77
<b>CAP GOODS / ENGINEERING</b>	<b>5.50</b>	
BHARAT HEAVY ELECTRICALS LIMITED	1.87	1.04
ARSEN & TOUBRO LIMITED FV 2	1.75	1.04
CUMMINS INDIA LIMITED FV 2	0.49	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.38	0.89
ALSTOM PROJECTS INDIA LTD.	0.38	1.02
ABB LIMITED FV 2	0.32	0.89
SIEMENS LTD FV 2	0.31	0.93
<b>POWER</b>	<b>3.81</b>	
TATA POWER FV 10	1.72	1.14
NTPC LIMITED	1.39	1.00
AREVA T & D INDIA LIMITED	0.61	0.96
SUZLON ENERGY LIMITED	0.10	1.39
<b>PHARMACEUTICALS</b>	<b>3.76</b>	
DIVIS LABORATORIES LTD	1.69	0.90
SUN PHARMACEUTICALS INDU LTD FV 5	0.78	0.37
CIPLA LIMITED FV 2	0.65	0.55
RANBAXY LABORATORIES LTD. FV 5/-	0.35	0.61
JUBILANT ORGANOSYS LIMITED	0.30	0.44
<b>TELECOM</b>	<b>3.74</b>	
BHARTI AIRTEL LIMITED	3.28	0.83
RELIANCE COMMUNICATIONS LTD. FV - 5	0.47	1.34
<b>FMCG</b>	<b>2.62</b>	
HINDUSTAN UNILEVER LIMITED FV 1	1.81	0.50
ITC LTD FACE VALUE INR 1	0.82	0.64
<b>METALS</b>	<b>2.38</b>	
TATA STEEL LIMITED	1.03	1.21
STEEL AUTHORITY OF INDIA LTD	0.84	1.23
STEELITE INDUSTRIES LTD FV 2	0.35	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.16	1.25
<b>AUTOMOBILES</b>	<b>2.32</b>	
MARUTI SUZUKI INDIA LTD.	1.00	0.68
BAJAJ AUTO LIMITED NEW	0.64	0.70
MAHINDRA & MAHINDRA LTD	0.52	0.91
TATA MOTORS LTD.	0.17	0.89
<b>GAS</b>	<b>1.13</b>	
GAIL (INDIA) LIMITED	1.13	0.89
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.85</b>	
GRASIM INDUSTRIES LTD FV 10	0.43	0.72
ACC LIMITED	0.42	0.62
<b>OIL EXPLORATION</b>	<b>0.69</b>	
CAIRN INDIA LIMITED	0.69	1.02
<b>LOGISTICS</b>	<b>0.48</b>	
CONTAINER CORPORATION OF INDIA LTD	0.48	0.26
<b>CONSTRUCTION</b>	<b>0.47</b>	
JAIPRAKASH ASSOCIATES LTD	0.36	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.11	0.85
<b>RETAIL</b>	<b>0.40</b>	
PANTALOON RETAIL INDIA LTD FV 2	0.40	1.06
<b>REAL ESTATE</b>	<b>0.33</b>	
DLF LIMITED	0.33	1.44
<b>FERTILIZERS</b>	<b>0.28</b>	
GUJARAT NARMADA VALLEY FERT CO. LTD.	0.28	1.23
<b>TEXTILE</b>	<b>0.25</b>	
ADITYA BIRLA NUVO LIMITED	0.25	0.92
<b>AVIATION</b>	<b>0.17</b>	
KINGFISHER AIRLINES LIMITED	0.17	1.49
<b>total equity</b>	<b>52.63</b>	
<b>total bank deposits/mutual funds</b>	<b>14.94</b>	
<b>total net assets</b>	<b>100.00</b>	

## asset allocation



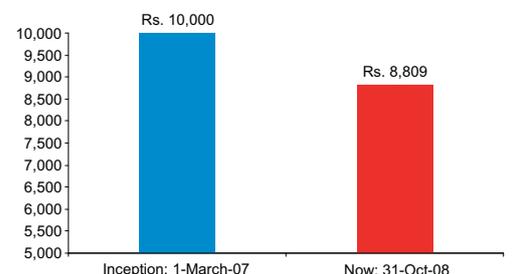
## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.74 years  
YTM of debt portfolio: 10.88%  
Beta of equity portfolio: 0.94

## NAV as on Oct 31, 2008

Reliance Money Guarantee Plan (MGP) - F Option: Rs. 8.8088

## growth of initial investment of Rs. 10,000 in MGP



## fund performance

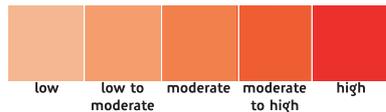
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-27.28%	-26.07%	19.16%	19.23%	-1.68	-1.62
since inception (CAGR)	-4.27%	-4.03%	18.64%	18.82%	-0.50	-0.48
date of inception			march, 2007			

\*CAGR: Compounded Annual Growth Rate

## fund objective

Provide, in the long-term, returns which are significantly higher than the inflation rate, through high exposure to equity investments, while recognizing that there is some probability of negative returns in the short-term. The risk appetite is 'moderate to high'.

## fund risk profile



## products & inception dates

Reliance Money Guarantee Plan (MGP) - E Option: Mar 1, 2007

Reliance Automatic Investment Plan (AIP) - B Option: May 28, 2007

Reliance Wealth + Health Plan (WHP) - B Option: Feb 27, 2008

## portfolio

security	% to net assets	rating/ 1-yr beta
----------	-----------------	----------------------

### corporate bonds

11.15% POWER FINANCE CORP 15-09-2011	4.11	AAA
9.65% NABARD NCD SR IX G 10-09-2010	3.05	AAA
9.50% NABARD NPS BONDS SR IX 15-10-2012	2.34	AAA
11.10% POWER FINANCE CORP 15-09-2013	2.04	AAA
10.90% RECL LTD 14-08-2013	2.03	AAA
10% HDFC LTD 19-03-2010	2.03	AAA
8.65% HDFC LTD 12-09-11	1.93	AAA
10.05% NABARD 11-06-2014	1.37	AAA
9.90% TATA SONS LTD 20-05-2011	1.00	AAA
8.95% HDFC LTD 29-10-2010	0.99	AAA
9.20% HDFC LTD 09-02-2012	0.97	AAA
6.10% IRFC 13-05-2010	0.96	AAA
7% POWER FINANCE 24-12-2011	0.79	AAA
9.25% EXIM BANK NCD 13-12-2012	0.77	AAA
7.60% ICICI BANK LTD 30-12-2015	0.68	AAA
1.10% POWER GRID CORP LTD 17-07-2010	0.47	AAA
9.35% IL & FS LTD 22-10-2010	0.40	AAA
10% NABARD SR IX 14-05-2012	0.40	AAA
8.50% EXIM BANK MD 26-09-2011	0.38	AAA
10.10% POWER GRID CORP 12-06-2011	0.25	AAA

**total corporate bonds 26.95**

### gilts

		SOVEREIGN
5.48% GOI 12-06-2009	2.05	
7.37% GOI 2014 16-04-2014	0.51	
7.44% GOI SPL OIL BOND 23-03-2012	0.20	
<b>total gilts</b>	<b>2.76</b>	

### equity

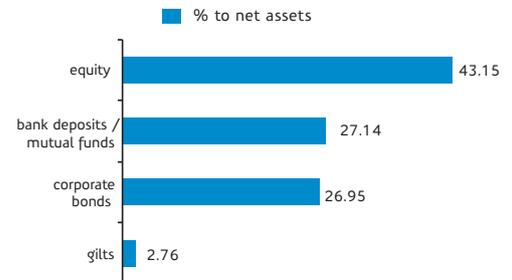
<b>OIL REFINERIES</b>	<b>7.79</b>	
RELIANCE INDUSTRIES LIMITED	3.82	1.14
OIL & NATURAL GAS CORPORATION LTD.	2.35	0.91
RELIANCE PETROLEUM LIMITED	0.69	1.15
BHARAT PETROLEUM CORP LTD	0.61	0.69
HINDUSTAN PETROLEUM CORP LTD FV10	0.32	0.95
<b>BANKING &amp; FINANCE</b>	<b>6.92</b>	
STATE BANK OF INDIA	2.17	1.02
HOUSING DEVELOPMENT FINANCE CORP	1.28	1.16
ICICI BANK LTD	0.97	1.48
HDFC BANK	0.81	1.04
AXIS BANK LIMITED	0.64	1.13
BANK OF BARODA	0.60	0.90
FEDERAL BANK LTD	0.44	0.75
<b>IT</b>	<b>4.68</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	2.33	0.73
TATA CONSULTANCY SERVICES LIMITED	1.61	0.92
WIPRO LTD.	0.40	0.95
SATYAM COMPUTERS LTD - FV 2	0.33	0.77
<b>CAP GOODS / ENGINEERING</b>	<b>4.52</b>	
BHARAT HEAVY ELECTRICALS LIMITED	1.55	1.04
LARSEN & TOUBRO LIMITED FV 2	1.48	1.04
CUMMINS INDIA LIMITED FV 2	0.39	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.30	0.89
ALSTOM PROJECTS INDIA LTD.	0.29	1.02
SIEMENS LTD FV 2	0.26	0.93
ABB LIMITED FV 2	0.25	0.89
<b>POWER</b>	<b>3.08</b>	
TATA POWER FV 10	1.44	1.14
NTPC LIMITED	1.09	1.00
AREVA T & D INDIA LIMITED	0.47	0.96
SUZLON ENERGY LIMITED	0.08	1.39
<b>PHARMACEUTICALS</b>	<b>3.05</b>	
DIVIS LABORATORIES LTD	1.33	0.90
SUN PHARMACEUTICALS INDU LTD FV 5	0.65	0.37
CIPLA LIMITED FV 2	0.55	0.55
RANBAXY LABORATORIES LTD. FV 5/-	0.28	0.61
JUBILANT ORGANOSYS LIMITED	0.24	0.44
<b>TELECOM</b>	<b>2.97</b>	
BHARTI AIRTEL LIMITED	2.75	0.83
RELIANCE COMMUNICATIONS LTD. FV - 5	0.22	1.34
<b>FMCG</b>	<b>2.16</b>	
HINDUSTAN UNILEVER LIMITED FV 1	1.48	0.50
ITC LTD FACE VALUE INR 1	0.68	0.64
<b>METALS</b>	<b>2.01</b>	
TATA STEEL LIMITED	0.93	1.21
STEEL AUTHORITY OF INDIA LTD	0.65	1.23
STERILITE INDUSTRIES LTD FV 2	0.30	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.13	1.25
<b>AUTOMOBILES</b>	<b>1.92</b>	
MARUTI SUZUKI INDIA LTD.	0.84	0.68
BAJAJ AUTO LIMITED NEW	0.52	0.70
MAHINDRA & MAHINDRA LTD	0.42	0.91
TATA MOTORS LTD.	0.13	0.89
<b>GAS</b>	<b>0.93</b>	
GAIL (INDIA) LIMITED	0.93	0.89
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.71</b>	
GRASIM INDUSTRIES LTD FV 10	0.36	0.72
ACC LIMITED	0.35	0.62
<b>OIL EXPLORATION</b>	<b>0.58</b>	
CAIRN INDIA LIMITED	0.58	1.02
<b>LOGISTICS</b>	<b>0.37</b>	
CONTAINER CORPORATION OF INDIA LTD	0.37	0.26
<b>CONSTRUCTION</b>	<b>0.37</b>	
JAIPRAKASH ASSOCIATES LTD	0.29	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.08	0.85
<b>RETAIL</b>	<b>0.31</b>	
PANTALOON RETAIL INDIA LTD FV 2	0.31	1.06
<b>REAL ESTATE</b>	<b>0.26</b>	
DLF LIMITED	0.26	1.44
<b>FERTILIZERS</b>	<b>0.22</b>	
GUJARAT NARMADA VALLEY FERT CO. LTD.	0.22	1.23
<b>TEXTILE</b>	<b>0.20</b>	
ADITYA BIRLA NUVO LIMITED	0.20	0.92
<b>AVIATION</b>	<b>0.12</b>	
KINGFISHER AIRLINES LIMITED	0.12	1.49

**total equity 43.15**

**total bank deposits/mutual funds 27.14**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio:	1.32 years
YTM of debt portfolio:	11.50%
Beta of equity portfolio:	0.94

## NAV as on Oct 31, 2008

Reliance Money Guarantee Plan (MGP) - E Option: Rs. 9.0768

Reliance Automatic Investment Plan (AIP) - B Option: Rs. 8.5596

Reliance Wealth + Health Plan (WHP) - B Option: Rs. 7.5185

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 43.15%.

The allocation to gilts was at 2.76% similar to previous month. Allocation to short term assets was at 26.33% similar to last month's 25%. Allocation to corporate bonds was at 26.95%. We may increase exposure to gilts going forward.

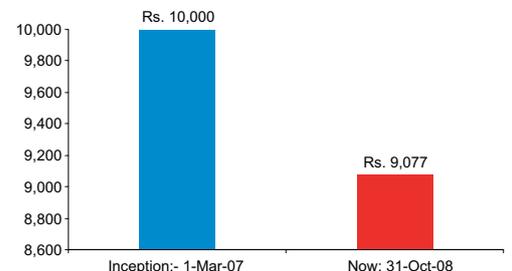
## target asset allocation

Debt.:	50%
Equity:	50%

## benchmark construction

CRISIL ST Bond Index:	50%
S&P CNX Nifty:	50%

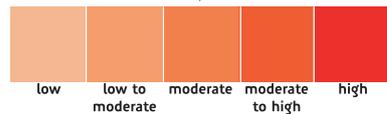
## growth of initial investment of Rs. 10,000 in MGP



## fund objective

The investment objective of the fund is to 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'.

## fund risk profile



## products & inception dates

Reliance Market Return Plan (MRP) - Growth Fund Option: Aug 9, 2004

Reliance Golden Year Plan (GYP) - Growth Fund Option: Mar 12, 2007

Reliance Money Guarantee Plan (MGP) - D Option: Mar 1, 2007

Reliance Secure Child Plan (SCP) - H Option: Nov 29, 2007

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 34.96%.

The allocation to corporate bonds was increased to 42.46% from 38.08% in Sept in order to take advantage of higher spreads in corporate bonds. The G-sec allocation was also increased to 7.00% from 5.98% as we increased duration. The allocation to short term bank deposits and CDs/CPs was reduced to 15.58% from 19.46% in Sept

## target asset allocation

Debt.: 60%  
Equity: 40%

## benchmark construction

CRISIL ST Bond Index: 60%  
S&P CNX Nifty: 40%

# ULIP Growth Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-21.77%	-20.22%	16.09%	15.43%	-1.66	-1.63
last 2 years (CAGR)	-1.56%	0.28%	14.49%	14.28%	-0.45	-0.33
last 3 years (CAGR)	6.70%	7.77%	13.21%	12.86%	0.13	0.22
since inception (CAGR)	8.87%	9.63%	11.80%	11.52%	0.33	0.40
date of inception	august, 2004					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets	rating/1-yr beta
----------	-----------------	------------------

### corporate bonds

9.68% IRFC 03-07-2010	4.78	AAA
8.25% IDBI OMNI BOND SER III 26-05-2011	4.13	AAA+
11.15% POWER FINANCE CORP 15-09-2011	3.69	AAA
9.58% EXIM BANK OF INDIA 04-09-2010	3.64	AAA
9.50% NABARD NPS BONDS SR IX I 15-10-2012	3.42	AAA
10.35% HDFC LTD 16-05-2017	3.28	AAA
8.95% HDFC LTD 29-10-2010	3.19	AAA
7.15% IND OIL BOND 10-06-2012	2.74	AAA
10.90% RECL LTD 14-08-2013	2.18	AAA
9.35% HDFC LTD 09-11-2009	2.17	AAA
7.39% POWER GRID CORP 22-09-2011	2.15	AAA
9.80% TATA STEEL LTD 07-05-2011	2.13	AAA
9.50% INDIAN HOTEL CO LTD 28-02-2012	2.10	AAA+
9.90% TATA SONS LTD 20-05-2011	1.43	AAA
9.05% EXIM BANK NCD 06-11-2010	1.42	AAA
<b>total corporate bonds</b>	<b>42.46</b>	

### gilts

		SOVEREIGN
7.44% GOI SPL OIL BOND 23-03-2012	3.08	
6.96% GOI OIL COMP SPLBD 30-03-09	1.48	
5.48% GOI 12-06-2009	1.47	
5.87% GOI 02-01-2010	0.95	
8.35% GOI 2022 14-05-2022	0.02	
<b>total gilts</b>	<b>7.00</b>	

### equity

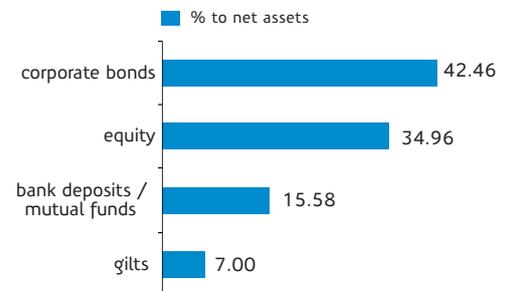
<b>OIL REFINERIES</b>	<b>6.11</b>	
RELIANCE INDUSTRIES LIMITED	2.94	1.14
OIL & NATURAL GAS CORPORATION LTD.	1.88	0.91
RELIANCE PETROLEUM LIMITED	0.54	1.15
BHARAT PETROLEUM CORP LTD	0.49	0.69
HINDUSTAN PETROLEUM CORP LTD FV10	0.26	0.95
<b>BANKING &amp; FINANCE</b>	<b>5.64</b>	
STATE BANK OF INDIA	1.77	1.02
HOUSING DEVELOPMENT FINANCE CORP	1.05	1.16
ICICI BANK LTD	0.77	1.48
HDFC BANK	0.65	1.04
BANK OF BARODA	0.51	0.90
AXIS BANK LIMITED	0.51	1.13
FEDERAL BANK LTD	0.38	0.75
<b>IT</b>	<b>3.75</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	1.85	0.73
TATA CONSULTANCY SERVICES LIMITED	1.30	0.92
WIPRO LTD.	0.33	0.95
SATYAM COMPUTERS LTD - FV 2	0.26	0.77
<b>CAP GOODS / ENGINEERING</b>	<b>3.71</b>	
BHARAT HEAVY ELECTRICALS LIMITED	1.26	1.04
LARSEN & TOUBRO LIMITED FV 2	1.24	1.04
CUMMINS INDIA LIMITED FV 2	0.32	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.25	0.89
ALSTOM PROJECTS INDIA LTD.	0.25	1.02
ABB LIMITED FV 2	0.20	0.89
SIEMENS LTD FV 2	0.20	0.93
<b>TELECOM</b>	<b>2.60</b>	
BHARTI AIRTEL LIMITED	2.20	0.83
RELIANCE COMMUNICATIONS LTD. FV - 5	0.39	1.34
<b>POWER</b>	<b>2.58</b>	
TATA POWER FV 10	1.15	1.14
NTPC LIMITED	0.96	1.00
AREVA T & D INDIA LIMITED	0.40	0.96
SUZLON ENERGY LIMITED	0.07	1.39
<b>PHARMACEUTICALS</b>	<b>2.51</b>	
DIVIS LABORATORIES LTD	1.11	0.90
SUN PHARMACEUTICALS INDU LTD FV 5	0.52	0.37
CIPLA LIMITED FV 2	0.49	0.55
RANBAXY LABORATORIES LTD. FV 5/-	0.23	0.61
JUBILANT ORGANOSYS LIMITED	0.22	0.44
<b>FMCG</b>	<b>1.73</b>	
HINDUSTAN UNILEVER LIMITED FV 1	1.18	0.50
ITC LTD FACE VALUE INR 1	0.55	0.64
<b>AUTOMOBILES</b>	<b>1.54</b>	
MARUTI SUZUKI INDIA LTD.	0.67	0.68
BAJAJ AUTO LIMITED NEW	0.42	0.70
MAHINDRA & MAHINDRA LTD	0.34	0.91
TATA MOTORS LTD.	0.11	0.89
<b>METALS</b>	<b>1.42</b>	
TATA STEEL LIMITED	0.60	1.21
STEEL AUTHORITY OF INDIA LTD	0.49	1.23
STERLITE INDUSTRIES LTD FV 2	0.24	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.09	1.25
<b>GAS</b>	<b>0.75</b>	
GAIL (INDIA) LIMITED	0.75	0.89
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.57</b>	
GRASIM INDUSTRIES LTD FV 10	0.29	0.72
ACC LIMITED	0.28	0.62
<b>OIL EXPLORATION</b>	<b>0.47</b>	
CAIRN INDIA LIMITED	0.47	1.02
<b>CONSTRUCTION</b>	<b>0.32</b>	
JAIPRAKASH ASSOCIATES LTD	0.24	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.08	0.85
<b>LOGISTICS</b>	<b>0.31</b>	
CONTAINER CORPORATION OF INDIA LTD	0.31	0.26
<b>RETAIL</b>	<b>0.26</b>	
PANTALOON RETAIL INDIA LTD FV 2	0.26	1.06
<b>REAL ESTATE</b>	<b>0.22</b>	
DLF LIMITED	0.22	1.44
<b>FERTILIZERS</b>	<b>0.18</b>	
GUJARAT NARMADA VALLEY FERT CO. LTD.	0.18	1.23
<b>TEXTILE</b>	<b>0.17</b>	
ADITYA BIRLA NUVO LIMITED	0.17	0.92
<b>AVIATION</b>	<b>0.11</b>	
KINGFISHER AIRLINES LIMITED	0.11	1.49

**total equity 34.96**

**total bank deposits/mutual funds 15.58**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.32years  
YTM of debt portfolio: 11.50%  
Beta of equity portfolio: 0.94

## NAV as on Oct 31, 2008

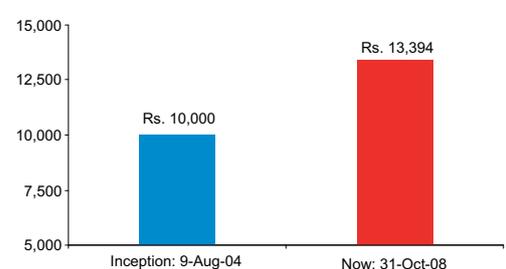
Reliance Market Return Plan (MRP) - Growth Fund Option: Rs. 13.3938

Reliance Golden Year Plan (GYP) - Growth Fund Option: Rs. 9.4593

Reliance Money Guarantee Plan (MGP) - D Option: Rs. 10.6565

Reliance Secure Child Plan (SCP) - H Option: Rs. 7.7787

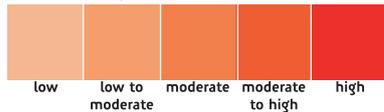
## growth of initial investment of Rs. 10,000 in MRP



## fund objective

The investment objective of the fund is to 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'.

## fund risk profile



## products & inception dates

Reliance Golden Year Plan (GYP) - Balanced Fund Option: Feb 10, 2003

Reliance Market Return Plan (MRP) - Balanced Fund Option: Aug 9, 2004

Reliance Automatic Investment Plan (AIP) - C Option: May 28, 2007

Reliance Secure Child Plan (SCP) - G Option: Nov 29, 2007

## fund manager's report

The month of October saw Sensex falling below 10000. The concerns about slowing earnings growth for Indian corporates and a possible recession in developed markets continues to weigh on the sentiments. Looking at these uncertainties in the domestic and global markets the holding in equities was kept at 17.47%.

The allocation to gilts was at 13.63% higher than previous month's 11.30% as we increased duration. Corporate bonds was also increased to 41.06% from 38.15% in Sept. This was mainly done to take advantage of higher spreads in corporate bonds. The allocation to short-term bank deposits and CDs/CPs was reduced to 24.78% from 31.10% in the previous month. The portfolio is at the desired asset allocation with these changes. However we propose to buy gilts and bonds as and when attractive opportunities are available

## target asset allocation

Debt.: 80%  
Equity: 20%

## benchmark construction

CRISIL ST Bond Index: 80%  
S&P CNX Nifty: 20%

# ULIP Balanced Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-8.16%	-7.65%	8.21%	7.86%	-1.60	-1.61
last 2 years (CAGR)	3.21%	3.73%	7.68%	7.46%	-0.23	-0.17
last 3 years (CAGR)	7.08%	7.18%	6.94%	6.63%	0.30	0.33
since inception (CAGR)	9.30%	8.19%	5.65%	5.61%	0.76	0.57
date of inception	February, 2003					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets	rating/1-yr beta
----------	-----------------	------------------

### corporate bonds

10.95% RECL LTD 14-08-2011	2.27	AAA
9.90% TATA SONS LTD 20-05-2011	2.22	AAA
8.50% EXPORT & IMPORT BANK 12-09-2011	2.14	AAA
8.95% HDFC LTD 16-01-2011	1.96	AAA
9.50% NABARD NPS BONDS SR IX 1 15-10-2012	1.71	AAA
9.80% ICICI BANK LTD 10-02-2013	1.65	AAA
8.40% EXIM BANK OF INDIA 28-09-2010	1.63	AAA
9.50% INDIAN HOTEL CO LTD 28-02-2012	1.62	AA+
10% NABARD NCD SR IX 14-05-2012	1.30	AAA
9.35% LIC HOUSING FINANCE 23-11-2014	1.29	AAA
11.65% HDFC LTD 09-09-2010	1.15	AAA
9.65% NABARD NCD SR IX G 10-09-2010	1.11	AAA
10.20% HDFC LIMITED 13-04-2010	1.13	AAA
10.90% RECL LTD 14-08-2013	1.13	AAA
8.50% HDFC LTD 29-08-2009	1.12	AAA
9.24% L & T FINANCE LTD 30-07-2010	1.11	AA+
9.80% TATA STEEL LTD 05-2011	1.10	AAA
9.40% TATA TEA LTD 08-11-2010	1.10	AA+
9.80% POWER FINANCE CORP 22-03-2012	1.10	AAA
8.94% LIC HOUSING FINANCE 16-01-2011	1.09	AAA
8.83% IRFC 29-10-2012	1.07	AAA
7.20% HDFC 03-06-2010	1.04	AAA
6% INDIAN HOTELS LTD 13-05-2011	1.01	AA+
9.35% IL & FS LTD 22-10-2010	0.84	AAA
10.10% POWER GRID CORP 12-06-2011	0.81	AAA
6.25% ULTRATECH CEMENT 25-06-2009	0.78	AAA
9% TATA SONS LTD 27-07-2010	0.77	AAA
9.75% LIC HOUSING FINANCE 24-09-2009	0.75	AAA
6.50% HINDALCO 06-09-09	0.70	AAA
10.75% IL & FS LTD SER XI 29-03-2009	0.69	AAA
11.15% POWER FINANCE CORP 15-09-2011	0.69	AAA
9.79% IDFC LTD 11-09-2009	0.68	AAA
9.68% IRFC 03-07-2012	0.65	AAA
9.76% IRFC 03-07-2012	0.64	AAA
9.25% EXIM BANK NCD 13-12-2012	0.54	AAA
10% NABARD 18-06-2010	0.45	AAA

**total corporate bonds 41.06**

### gilts SOVEREIGN

5.87% GOI 02-01-2010	3.45
7.37% GOI 2014 16-04-2014	3.12
6.96% GOI OIL COMPANIES SPLBD 30-03-09	2.08
7.27% GOI 2013 03-09-2013	2.05
7.44% GOI SPL OIL BOND 2012 23-03-2012	1.78
5.48% GOI 12-06-2009	1.14

**total gilts 13.63**

### equity

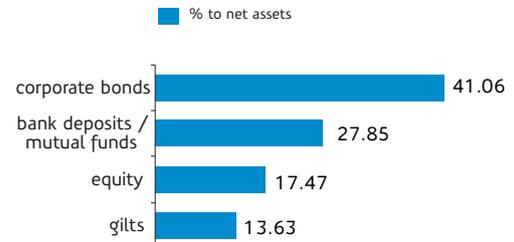
<b>OIL REFINERIES</b>	<b>3.07</b>	
RELIANCE INDUSTRIES LIMITED	1.48	1.14
OIL & NATURAL GAS CORPORATION LTD.	0.94	0.91
RELIANCE PETROLEUM LIMITED	0.27	1.15
BHARAT PETROLEUM CORP LTD	0.69	0.69
HINDUSTAN PETROLEUM CORPORATION LTD FV10	0.13	0.95
<b>BANKING &amp; FINANCE</b>	<b>2.81</b>	
STATE BANK OF INDIA	0.89	1.02
HOUSING DEVELOPMENT FINANCE CORP	0.53	1.16
ICICI BANK LTD	0.39	1.48
HDFC BANK	0.32	1.04
AXIS BANK LIMITED	0.25	1.13
BANK OF BARODA	0.24	0.90
FEDERAL BANK LTD	0.19	0.75
<b>IT</b>	<b>1.92</b>	
INFOSYS TECHNOLOGIES LIMITED FV 5	0.96	0.73
TATA CONSULTANCY SERVICES LIMITED	0.66	0.92
WIPRO LTD	0.17	0.95
SATYAM COMPUTERS LTD - FV 2	0.14	0.77
<b>CAP GOODS / ENGINEERING</b>	<b>1.86</b>	
BHARAT HEAVY ELECTRICALS LIMITED	0.63	1.04
LARSEN & TOUBRO LIMITED FV 2	0.62	1.04
CUMMINS INDIA LIMITED FV 2	0.16	0.55
CROMPTON GREAVES LIMITED NEW FV 2	0.12	0.89
ALSTOM PROJECTS INDIA LTD.	0.12	1.02
ABB LIMITED FV 2	0.11	0.89
SIEMENS LTD FV 2	0.09	0.93
<b>POWER</b>	<b>1.29</b>	
TATA POWER FV 10	0.58	1.14
NTPC LIMITED	0.48	1.00
AREVA T & D INDIA LIMITED	0.20	0.96
SUZLON ENERGY LIMITED	0.03	1.39
<b>TELECOM</b>	<b>1.28</b>	
BHARTI AIRTEL LIMITED	1.10	0.83
RELIANCE COMMUNICATIONS LIMITED FV - 5	0.17	1.34
<b>PHARMACEUTICALS</b>	<b>1.24</b>	
DIVIS LABORATORIES LTD	0.54	0.90
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.26	0.37
CIPLA LIMITED FV 2	0.22	0.55
JUBILANT ORGANOSYS LIMITED	0.12	0.44
RANBAXY LABORATORIES LTD. FV 5/-	0.11	0.61
<b>FMCG</b>	<b>0.87</b>	
HINDUSTAN UNILEVER LIMITED FV 1	0.59	0.50
ITC LTD FACE VALUE INR 1	0.28	0.64
<b>AUTOMOBILES</b>	<b>0.77</b>	
MARUTI SUZUKI INDIA LTD.	0.34	0.68
BAJAJ AUTO LIMITED NEW	0.21	0.70
MAHINDRA & MAHINDRA LTD	0.17	0.91
TATA MOTORS LTD.	0.05	0.89
<b>METALS</b>	<b>0.69</b>	
TATA STEEL LIMITED	0.28	1.21
STEEL AUTHORITY OF INDIA LTD	0.24	1.23
STERILITE INDUSTRIES LTD FV INR 1	0.12	1.11
HINDALCO INDUSTRIES LTD FV INR 1	0.05	1.25
<b>GAS</b>	<b>0.38</b>	
GAIL (INDIA) LIMITED	0.38	0.89
<b>CEMENT &amp; CEMENT PRODUCTS</b>	<b>0.29</b>	
GRASIM INDUSTRIES LTD FV 10	0.15	0.72
ACC LIMITED	0.14	0.62
<b>OIL EXPLORATION</b>	<b>0.23</b>	
CAIRN INDIA LIMITED	0.23	1.02
<b>CONSTRUCTION</b>	<b>0.16</b>	
JAIPRAKASH ASSOCIATES LTD	0.12	1.55
GAMMON INDIA LIMITED FACE VALUE 2	0.04	0.85
<b>LOGISTICS</b>	<b>0.16</b>	
CONTAINER CORPORATION OF INDIA LTD	0.16	0.26
<b>RETAIL</b>	<b>0.13</b>	
PANTALOON RETAIL INDIA LTD FV 2	0.13	1.06
<b>REAL ESTATE</b>	<b>0.10</b>	
DLF LIMITED	0.10	1.44
<b>FERTILIZERS</b>	<b>0.09</b>	
GUJARAT NARMADA VALLEY FERTILISERS CO. LTD.	0.09	1.23
<b>TEXTILE</b>	<b>0.08</b>	
ADITYA BIRLA NUVO LIMITED	0.08	0.92
<b>AVIATION</b>	<b>0.05</b>	
KINGFISHER AIRLINES LIMITED	0.05	1.49

**total equity 17.47**

**total bank deposits/mutual funds 27.85**

**total net assets 100.00**

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.53 years  
YTM of debt portfolio: 10.64%  
Beta of equity portfolio: 0.94

## NAV as on Oct 31, 2008

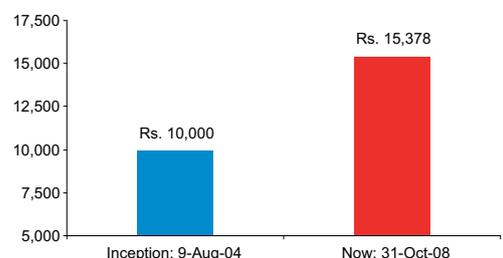
Reliance Golden Year Plan (GYP) - Balanced Fund Option: Rs. 13.0682

Reliance Market Return Plan (MRP) - Balanced Fund Option: Rs. 13.0616

Reliance Automatic Investment Plan (AIP) - C Option: Rs. 10.0164

Reliance Secure Child Plan (SCP) - G Option: Rs. 9.0910

## growth of initial investment of Rs. 10,000 in MRP



## fund performance

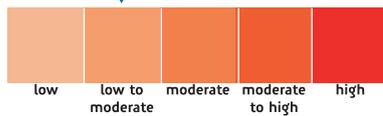
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	5.34%	3.00%	1.65%	2.56%	0.21	-0.78
since inception (CAGR)	7.79%	5.29%	2.32%	2.97%	1.20	0.10
date of inception			may, 2007			

\*CAGR: Compounded Annual Growth Rate

## fund objective

Provide returns that exceed the inflation rate, while taking some credit risk (through investments in corporate debt instruments) and maintaining a moderate probability of negative return in the short-term. The risk appetite is 'low to moderate'.

## fund risk profile



## products & inception dates

Reliance Automatic Investment Plan (AIP) - Corporate Bond Fund Option: May 28, 2007

Reliance Wealth + Health Plan (WHP) - Corporate Bond Fund Option: Feb 27, 2008

Reliance Total Investment Plan Series I (TIPS I)-Corporate Bond Fund Option: Feb 22, 2008

Reliance Total Investment Plan Series II (TIPS II) -Corporate Bond Fund Option: Feb 22, 2008

Reliance SuperInvest Assure Plan (SIP)-Corporate Bond Fund Option: Jun 12, 2008

## fund manager's report

The allocation to corporate bonds was increased to 42.46% from 38.08% in Sept in order to take advantage of higher spreads in corporate bonds. The G-sec allocation was also increased to 7.00% from 5.98% as we increased duration. The allocation to short term bank deposits and CDs/CPs was reduced to 13.56% from 19.46% in Sept.

The exposure to corporate bonds was increased to 64.38% higher than 63.54% in Sept. Balance was invested in short term bank FDs, CDs and CPs. We intend to increase exposure to corporate bonds to 80-90% as and when attractive investments are available.

## target asset allocation

Bond Instruments: 100%

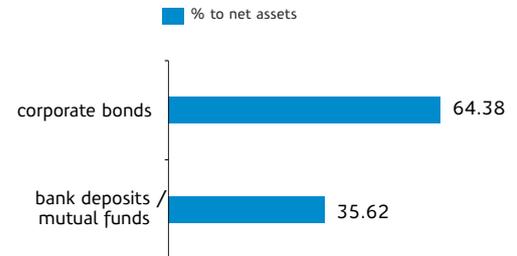
## benchmark construction

CRISIL Composite Bond Index: 100%

## portfolio

security	% to net assets	rating
<b>corporate bonds</b>		
9.40% TATA TEA LTD 08-11-2010	7.06	AA+
9.05% EXIM BANK NCD 06-11-2010	7.06	AAA
8.88% IDFC LTD 07-01-2011	7.01	AAA
8.38% POWER FINANCE CORP 11-12-2009	5.70	AAA
8.94% LIC HOUSING FIN LTD 16-01-2011	4.21	AAA
10.05% NABARD 11-06-2014	4.18	AAA
10.90% RECL LTD 14-08-2013	2.90	AAA
9.45% RECL LTD 04-04-2013	2.76	AAA
9.32% HDFC LTD 17-12-2012	2.76	AAA
7.39% POWER GRID CORP 22-09-2011	2.41	AAA
7% POWER FINANCE 24-12-2011	2.11	AAA
9.65% NABARD SR IX G 10-09-2010	1.74	AAA
11.35% RECL LTD 24-10-2013	1.48	AAA
9.75% LIC HOUSING FIN LTD 24-09-2009	1.45	AAA
10% HDFC LTD 19-03-2010	1.45	AAA
9.80% TATA STEEL LTD 07-05-2011	1.42	AAA
8.95% HDFC LTD 16-01-2011	1.40	AAA
9.20% HDFC LTD 09-02-2012	1.39	AAA
9.47% POWER GRID CORP 31-03-2013	1.38	AAA
8.75% IRFC 07-01-2013	1.36	AAA
6.25% ULTRATECH CEMENT 25-06-2009	1.29	AAA
7.10% POWER GRID CORP 18-02-2009	1.02	AAA
9.76% IRFC 03-07-2012	0.43	AAA
9.25% EXIM BANK NCD 13-12-2012	0.41	AAA
<b>total corporate bonds</b>	<b>64.38</b>	
<b>total bank deposits/mutual funds</b>	<b>35.62</b>	
<b>total net assets</b>	<b>100.00</b>	

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.40 years  
YTM of debt portfolio: 11.55%

## NAV as on Oct 31, 2008

Reliance Automatic Investment Plan (AIP) - Corporate Bond Fund Option: Rs. 10.9276

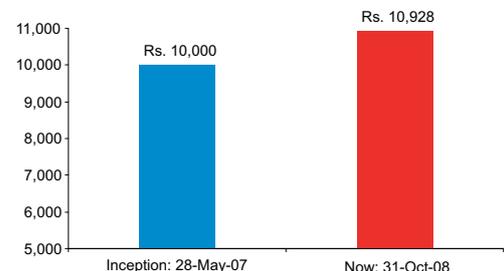
Reliance Wealth + Health Plan (WHP) - Corporate Bond Fund Option: Rs. 10.1709

Reliance Total Investment Plan Series I (TIPS I)-Corporate Bond Fund Option: Rs. 10.1676

Reliance Total Investment Plan Series II (TIPS II) -Corporate Bond Fund Option: Rs. 10.2412

Reliance SuperInvest Assure Plan (SIP) - Corporate Bond Fund Option: Rs. 10.0504

## growth of initial investment of Rs. 10,000 in AIP



### fund performance

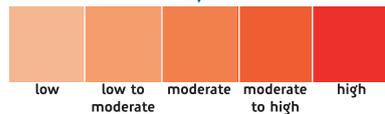
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	5.66%	3.00%	1.73%	2.56%	0.38	-0.78
since inception (CAGR)	7.15%	5.25%	1.67%	2.80%	1.29	0.09
date of inception			april, 2007			

\*CAGR: Compounded Annual Growth Rate

### fund objective

Provide steady investment returns achieved through 100% investment in debt securities, while maintaining moderate probability of negative returns in the short-term. The risk appetite is defined as 'moderate'.

### fund risk profile



### products & inception dates

Reliance Money Guarantee Plan (MGP) - Return Shield Option: Apr 9, 2007

Reliance Secure Child Plan (SCP) - Return Shield Option: Dec 27, 2007

### portfolio

security	% to net assets	rating
<b>corporate bonds</b>		
9% TATA SONS LTD 27-07-2010	6.10	AAA
9.68% IRFC 03-07-2010	4.77	AAA
8.50% EXIM BANK MD 26-09-2011	4.37	AAA
9.65% NABARD SR IX G 10-09-2010	3.94	AAA
11.35% RECL LTD 24-10-2013	3.90	AAA
10.90% RECL LTD 14-08-2013	3.84	AAA
7% POWER FINANCE 24-12-2011	3.25	AAA
8.65% HDFC LTD 12-09-11	3.20	AAA
9.20% HDFC LTD 09-02-2012	2.76	AAA
9.75% LIC HOUSING FINANCE 24-09-2009	2.59	AAA
8.40% EXIM BANK OF INDIA 28-09-2010	2.32	AAA
9.90% TATA SONS LTD 20-05-2011	1.89	AAA
8.94% LIC HOUSING FINANCE 16-01-2011	1.86	AAA
9.35% LIC HOUSING FINANCE 23-11-2014	1.83	AAA
10.10% POWER GRID CORP 12-06-2011	1.19	AAA
9.35% HDFC LTD 09-11-2009	0.95	AAA
8.38% POWER FINANCE CORP 11-12-2009	0.94	AAA
9.35% IL & FS LTD 22-10-2010	0.94	AAA
10% NABARD SR IX 14-05-2012	0.94	AAA
9.80% TATA STEEL LTD 07-05-2011	0.94	AAA
9.76% IRFC 03-07-2012	0.56	AAA
7.60% ICICI BANK LTD 30-12-2015	0.40	AAA
7.20% HDFC 03-06-2010	0.18	AAA

**total corporate bonds 53.67**

**gilts SOVEREIGN 12.49**

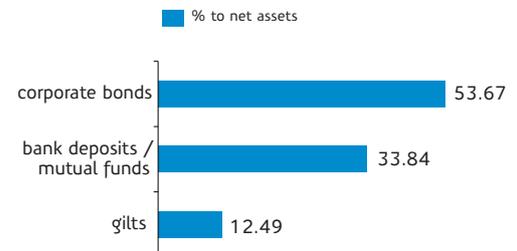
7.27% GOI 2013 03-09-2013	4.76
5.48% GOI 12-06-2009	3.87
5.87% GOI 02-01-2010	2.89
6.96% GOI OIL COMP SPLBD 30-03-09	0.97

**total gilts 12.49**

**total bank deposits/mutual funds 33.84**

**total net assets 100.00**

### asset allocation



### fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.42 years  
YTM of debt portfolio: 10.99%

### NAV as on Oct 31, 2008

Reliance Money Guarantee Plan (MGP) - Return Shield Option: Rs. 10.9498

Reliance Secure Child Plan (SCP) - Return Shield Option: Rs. 10.3314

### fund manager's report

The exposure to gilts was slightly lower at 12.49% compared to 14.76% from 13.40% in August in order to increase duration. Exposure to corporate bonds was increased to 53.67% from 51.95% as they were available at attractive spreads. The exposure to short term assets was at slightly lower at 30.98% compared to 31.09% in Sept. We intend to purchase bonds and gilts as and when attractive investments are available.

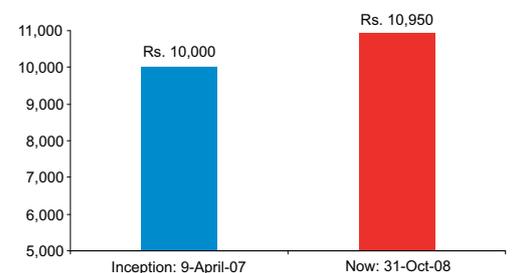
### target asset allocation

Debt Instruments: 100%

### benchmark construction

CRISIL Composite Bond Index: 100%

### growth of initial investment of Rs. 10,000 in MGP



## ULIP Gilt Fund

details as on October 31, 2008

### fund performance

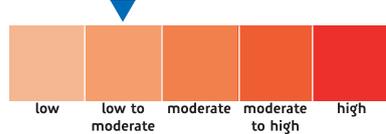
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	7.48%	11.65%	3.01%	10.06%	0.82	0.66
since inception (CAGR)	7.32%	11.46%	2.58%	8.65%	0.90	0.75
date of inception			may, 2007			

\*CAGR: Compounded Annual Growth Rate

### fund objective

Provide returns that exceed the inflation rate, without taking any credit risk (sovereign risk only) and maintaining a low probability of negative return in the short-term. The risk appetite is 'low to moderate'.

### fund risk profile



### products & inception dates

Reliance Automatic Investment Plan (AIP) – Gilt Fund Option: May 28, 2007

Reliance Wealth + Health Plan (WHP) – Gilt Fund Option: Feb 27, 2008

Reliance Total Investment Plan Series I (TIPS I)–Gilt Fund Option: Mar 19, 2007

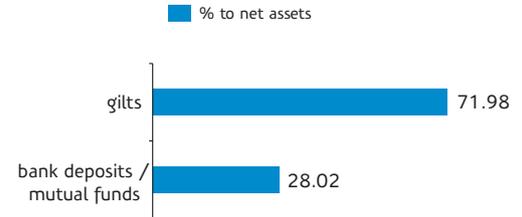
Reliance Total Investment Plan Series II (TIPS II)–Gilt Fund Option: Mar 19, 2007

Reliance SuperInvest Assure Plan (SIP)–Gilt Fund Option: Jun 12, 2008

### portfolio

security	% to net assets	rating
<b>gilts</b>		
SOVEREIGN		
5.87% GOI 02-01-2010	23.74	
7.27% GOI 2013 03-09-2013	20.62	
6.96% GOI OIL COMP SPLBD 30-03-09	11.11	
5.48% GOI 12-06-2009	11.06	
9.39% GOI 2011 02-07-2011	5.38	
9.85% GOI 2015 16-10-2015	0.07	
<b>total gilts</b>	<b>71.98</b>	
<b>total bank deposits/mutual funds</b>	<b>28.02</b>	
<b>total net assets</b>	<b>100.00</b>	

### asset allocation



### fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 1.39 years  
YTM of debt portfolio: 8.45%

### NAV as on Oct 31, 2008

Reliance Automatic Investment Plan (AIP) – Gilt Fund Option: Rs. 10.8673

Reliance Wealth + Health Plan (WHP) – Gilt Fund Option: Rs. 10.3730

Reliance Total Investment Plan Series I (TIPS I)–Gilt Fund Option: Rs. 10.3244

Reliance Total Investment Plan Series II (TIPS II)–Gilt Fund Option: Rs. 10.3274

Reliance SuperInvest Assure Plan (SIP) – Gilt Fund Option: Rs. 10.3608

### fund manager's report

The allocation to gilts was increased to 71.98% in Oct as compared to 69.54% in previous month thereby taking advantage to high volatility in gilt yields. Balance was invested in high yielding short term bank FDs, CDs and CPs. We intend to increase duration to take advantage of rally in G sec market.

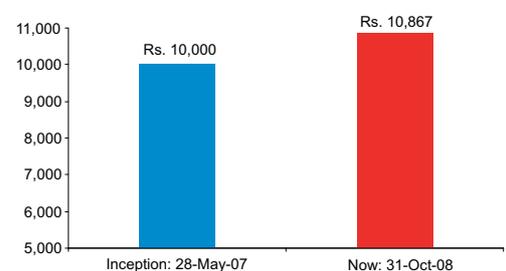
### target asset allocation

Government Securities: 100%

### benchmark construction

I-Sec Composite Sovereign Bond Index:100%

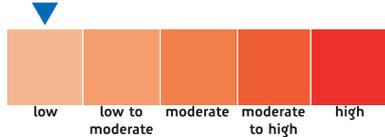
### growth of initial investment of Rs. 10,000 in AIP



## fund objective

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

## fund risk profile



## products & inception dates

Reliance Automatic Investment Plan (AIP) - Money Market Fund Option: May 28, 2007

Reliance Wealth + Health Plan (WHP) - Money Market Fund Option: Feb 27, 2008

Reliance Total Investment Plan Series I (TIPS I) - Money Market Fund Option: Mar 19, 2008

Reliance Total Investment Plan Series II (TIPS II) - Money Market Fund Option: Mar 19, 2008

Reliance SuperInvest Assure Plan (SIP) - Money Market Fund Option: Jun 12, 2008

## fund manager's report

Presently the investments of this fund are entirely in Certificate of deposits, Commercial Paper and Fixed Deposits i.e. at 100% of the portfolio. The fund is outperforming its peers and benchmark in returns.

## target asset allocation

Money Market Instruments : 100%

## benchmark construction

CRISIL Liquid Bond Index: 100%

# ULIP Money Market Fund

details as on October 31, 2008

## fund performance

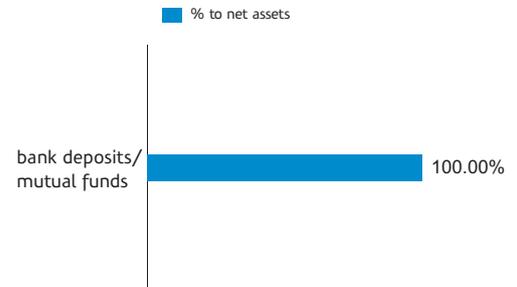
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	9.65%	7.73%	0.23%	0.44%	19.85	6.25
since inception (CAGR)	9.54%	7.29%	0.21%	0.46%	21.57	4.96
date of inception			may, 2007			

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets
total bank deposits/mutual funds	100.00
total net assets	100.00

## asset allocation



## fund characteristics as on Oct 31, 2008

M.Duration of debt portfolio: 0.30 years  
YTM of debt portfolio: 11.61%

## NAV as on Oct 31, 2008

Reliance Automatic Investment Plan (AIP) - Money Market Fund Option: Rs. 11.1800

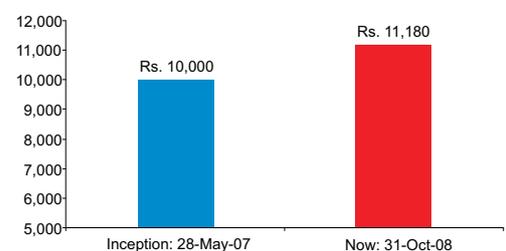
Reliance Wealth + Health Plan (WHP) - Money Market Fund Option: Rs. 10.5630

Reliance Total Investment Plan Series I (TIPS I) - Money Market Fund Option: Rs. 10.5195

Reliance Total Investment Plan Series II (TIPS II) - Money Market Fund Option: Rs. 10.5121

Reliance SuperInvest Assure Plan (SIP) - Money Market Fund Option: Rs. 10.3382

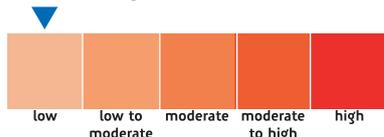
## growth of initial investment of Rs. 10,000 in AIP



## 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'.

## fund risk profile



## products & inception dates

Reliance Golden Year Plan (GYP) - Capital Secure Fund Option: Feb 10, 2003

Reliance Market Return Plan (MRP) - Capital Secure Fund Option: Aug 9, 2004

## fund manager's report

The allocation to CDs and CPs and bank fixed deposits was maintained at 100% to take advantage of high yields in these instruments. The fund continues to outperform its benchmark.

## target asset allocation

Money Market Instruments :100%

## benchmark construction

Yield on 182-day T.Bills : 100%

# ULIP Capital Secure Fund

details as on October 31, 2008

## fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	9.12%	8.23%	0.54%	0.22%	7.66	14.61
last 2 years (CAGR)	9.04%	7.89%	0.43%	0.22%	9.38	13.26
last 3 years (CAGR)	8.13%	7.48%	0.50%	0.25%	6.23	10.10
since inception (CAGR)	6.67%	6.04%	0.57%	0.48%	2.92	2.15
date of inception	february, 2003					

\*CAGR: Compounded Annual Growth Rate

## portfolio

security	% to net assets
total bank deposits/mutual funds	100.00
total net assets	100.00

## asset allocation



## fund characteristics as on Oct 31, 2008

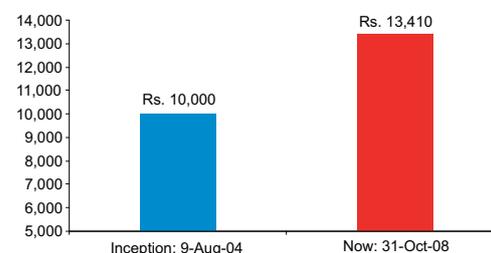
M.Duration of debt portfolio: 0.20 years  
YTM of debt portfolio: 11.09%

## NAV as on Oct 31, 2008

Reliance Golden Year Plan (GYP) - Capital Secure Fund Option: Rs. 12.71 61

Reliance Market Return Plan (MRP) - Capital Secure Fund Option: Rs. 12.6711

## growth of initial investment of Rs 10,000 in MRP



- ✓ Macro Analysis
- ✓ Appreciation of Market Dynamics
- ✓ Meeting Investment Objectives vis-à-vis Risk Appetite
- ✓ Asset Allocation Strategy
- ✓ Security Selection – Portfolio Construction
- ✓ Benchmarks
- ✓ Risk Management/ Portfolio Evaluation/ Diagnostics
- ✓ Governance and Processes

**Macro analysis** of the economy is carried out by tracking the trends in key economic indicators.

**Market dynamics** are also studied apart from the above to determine our view of the changes likely in the interest rate scenario and equity market movements. Price movements in the market are monitored at all times along with factors that affect them such as the prevailing market sentiments, cash flows in the market and views/actions of key market participants including institutional investors like FIIs and mutual funds. For analyzing the debt markets, yield curve movements and changes in its shape are also studied.

The **risk appetite and investment objective** is clearly defined for each fund keeping in mind the investment horizon, liquidity requirements etc.

A range of acceptable holdings under each asset class is determined at the investment policy level. The **asset allocation** primarily takes into account, the investment objectives, regulatory issues and the likely risk return matrix to obtain a potential return which is the highest achievable for the risk that is assumed. Within the strategic asset allocation, the fund managers determine the weights of the various asset classes; primarily factoring in the developing market scenarios.

Based on the investment of objectives of each fund option, a rigorous **security selection** process is followed. The fixed income fund manager identifies cheaper securities across the yield curve and builds a basket of securities to arrive at the optimum level of yield within the range of pre-determined 'duration' for the entire portfolio after paying particular attention to the liquidity position and the liquidity premium on the securities. An active fund management style is followed or the equity portfolios. A core portfolio of stocks is first created driven by a top-down approach and a research based bottom-up stock selection method is followed.

**Benchmarks** are pre-determined for each fund based on the most appropriate indices available in the market or by constructing proxy benchmarks out of multiple indices. Performance of each fund is continuously tracked based on the benchmarks and recalibrated.

A statistical analysis is carried out to determine that the **risk levels** are in tune with the risk appetite of the particular fund. Statistical tools such as the standard tools such as the standard deviation and risk-adjusted return measures such as the Sharp ratio are calculated in order to compare the returns generated per unit of risk vis-à-vis benchmarks.

The investment policy has been designed by the **Board** to cover regulatory guidelines, the various product investment objectives, risk appetite strategic asset allocation and the investment style. It is ensured that the portfolio is always kept compliant with the relevant regulations. Our rigorous process and risk/compliance controls are well documented.

- ✓ Gross Fund Return
- ✓ Benchmark Return
- ✓ Fund Standard Deviation
- ✓ Fund Sharpe Ratio

## ► Gross Fund Return

Gross return for a fund is defined as the return calculated on an NAV basis plus the fund management fees which are debited periodically to the fund. We calculate gross fund returns in order to give uniformity while evaluating fund management performance as the fund management fees vary from company to company. Fund management charges are a matter of policy decision by the top management of a life insurance company. Hence, even if two funds from two different fund management companies give the same returns, the returns may not reflect that if they are calculated on an NAV basis.

**We shall highlight this with the help of an example.**

### Reliance Life Insurance

Balanced Fund  
NAV based Return=11.50 %  
Fund Management Fee=2%  
Gross Fund Return=13.50%

### XYZ Insurance Company

Balanced Fund  
NAV based Return=10.50%  
Fund Management Fee=3%  
Gross Fund Return=13.50%.

As seen above, though the gross return of both the companies were same, Reliance Life Insurance showed a higher NAV based return as the fund management fees were lower. Please note that the returns as given in The Analyst for all funds are computed on a gross basis.

## ► Benchmark Return

A benchmark is a standard against which the performance of an investment can be measured. Benchmarks are pre-determined primarily on the basis of the asset allocation structure of the fund.

Benchmarks can be readily available in the market or have to be constructed. The CNX Nifty is a readily available benchmark for our equity portfolio manager as the equity fund primarily invests in equities.

However, the benchmark for the Growth Fund of Reliance Life Insurance has been constructed as 60% of CRISIL Short Term Bond Index and 40% of CNX Nifty as the asset allocation of the growth fund is 60% of debt and 40% of equity. (Please refer to the Growth Fund page of The Analyst).

## ► Fund Standard Deviation

Risk of investing in a fund is identified by the volatility of the fund's periodic returns. Standard deviation measures the volatility of the fund's returns for a given time period.

In other words, Fund Standard Deviation for a particular time period gives us the deviation from the mean returns, that has occurred for that fund during that time period. For e.g. let us assume that the Balanced Fund has generated an average (mean) return of 11.55% for the last 2 years and that the corresponding standard deviation was 4.44%. That means that during the last 2 year time period, the balanced fund return varied between 15.99% (i.e. 11.55+ 4.44) and 7.11% (i.e. 11.55-4.44) during 65% of the time.

Higher the standard deviation, the greater the volatility, and therefore, the greater the risk of investing in that fund.

Thus, an investor has more information available at his disposal to evaluate the quality of performance of the fund and how volatile its returns are.

To carry it a step further, it is highly unlikely that a fund's return in any one year will be exactly the average. Rather, it will always be either higher or lower than the average. Thus, standard deviation teaches us to look beyond the "average annual return" figures that are touted by investment advisors.

## ► Fund Sharpe Ratio

Sharpe ratio of a fund tells us how much return the fund has been able to generate per unit of risk. The higher the Sharpe Ratio, the better the performance of a fund from a risk point of view.

The excess return generated by a fund for a particular time period is first calculated by subtracting the risk free rate from the rate of return generated by that fund during that time period. Dividing this result by the standard deviation of the fund return during that time period, one can obtain the Sharpe ratio.

**Sharpe Ratio = Excess return / Annualized standard deviation of fund return**

The "risk-free return" is the annualized return currently available on "risk-free" investments. This is usually assumed to be the return on a short government security like Treasury bill. A government security is sovereign credit which is the nearest to a risk free asset that one can get. For our calculations of the Sharpe ratios for all funds as given in the Analyst, we have assumed this risk free rate of interest to be at 5%.

- ✓ Benchmark Sharpe Ratio
- ✓ Modified Duration of Debt Portfolio
- ✓ Fund Beta

We shall assume that 9.85% was the annualized gross return for a 3-year time period for the balanced fund, 5% p.a. was the assumed risk free rate of return as discussed above and 4.14% p.a. was the standard deviation of this 3-year return. The Sharpe ratio can be calculated as follows:

$$(9.85-5)\%/4.14\%=1.17.$$

The Sharpe ratio tells us whether the returns of a portfolio are due to smart investment decisions or a result of excess risk. This measurement is very useful because although one portfolio or fund can reap higher returns than its peers, it is only a good investment if those higher returns do not come with too much additional risk. The greater a portfolio's Sharpe ratio, the better its risk-adjusted performance has been.

### ▶ Benchmark Sharpe Ratio

Just as the fund returns are compared to a benchmark return, the Sharpe ratio of the fund is also compared to the benchmark's Sharpe ratio in order to evaluate the risk-adjusted performance. In our example above, let us assume that the benchmark Sharpe ratio of the balanced fund for the last 3 years is 0.98. This means that over a three-year time period, the Balanced Fund of Reliance Life Insurance has given a higher risk-adjusted return than the comparable risk-adjusted return provided by the constructed benchmark.

While calculating the benchmark Sharpe ratio of 0.98, let us assume that 9.10% was the annualized gross return provided by the constructed benchmark for the balanced fund for the last 3-year time period, 5% p.a. was the assumed risk free rate of return, and 4.21% p.a. was the standard deviation of the 3-year benchmark return.

The benchmark Sharpe ratio for the Balanced Fund for the last three years has been calculated as follows:  
 $(9.10-5)\%/4.21\%=0.98.$

### ▶ Modified Duration of Debt Portfolio

The value of a fund's debt portfolio is sensitive to changes in interest rates. When interest rates rise, bond prices fall, and vice versa. Generally, a debt portfolio comprising of bonds with higher maturities will have a higher price fluctuation than a portfolio comprising of bonds with lower maturities. Modified duration, indicates the sensitivity of the value of the debt portfolio to any given change in interest rates. Modified Duration is derived from Duration, which represents a weighted average of the time periods to maturity.

Modified Duration gives one an immediate rule of thumb -- the percentage change in the price of a bond is the duration multiplied by the change in interest rates. So, if a bond has duration of 10 years and interest rates fall from 8% to 7.5% (a drop of 0.50 percentage points), the bond's price will rise by approximately 5% (i.e.  $10 \times 0.50\%$ ).

Let us assume that the modified duration for the Balanced Fund is 2.03. If interest rates drop from 8% to 7.5%, the value of this debt portfolio will rise by 1.015% (i.e.  $2.03 \times 0.50\%$ ). Similarly, when interest rates rise from 8% to 8.5%, say, the value of this debt portfolio will fall by 1.015%.

### ▶ Fund Beta

Beta measures the risk of a security (say a particular stock) in relation to its broad market. The broad market is generally defined as the specified benchmark index. The Beta assigned to the benchmark index is 1. Beta of the stock describes the sensitivity of the price of the stock to the benchmark index. (For the more statistically inclined readers, Beta is the slope of the regression line). It is generally calculated for equity portfolio/funds.

If a stock has a beta of 1, that stock is likely to generate the same returns as the market. If the beta of a stock is more than 1, it means that the stock is likely to give higher returns compared to the market but also at a higher risk as compared to the market. For instance, a stock with beta of 1.2 means that when the market, say Nifty, gives a return of 10%, that stock is likely to generate returns of 12% (i.e.  $1.2 \times 10\%$ ). Similarly, a low beta stock has given lower returns compared to what the market has delivered for a particular time period. For e.g. for a stock with beta of 0.80, if the Nifty gives returns of 10%, the stock is likely to give returns of only half of that, i.e. 8%. (i.e.  $0.80 \times 10\%$ )

Now we shall see the impact of these two stocks when the market falls. When the Nifty gives negative returns of 10%, i.e. the market falls by 10%, the price of the stock with beta of 1.2 will fall by 12%. However, though the price of the stock with the low beta of 0.8 will also fall when the market falls, it will not fall as much as the market. If the market falls by 10%, the price of this scrip will fall only by 8%.

The fund beta is nothing but the betas of individual stocks in the equity portfolio multiplied by the weight of that stock in the portfolio. If a fund has a high beta, the equity portfolio of that fund is aggressive and tilted towards high beta stocks and vice versa. Please note that the betas of individual stocks as given in the Equity Fund page of the Analyst have been calculated based on the available prices of the stocks on the NSE for the last 1-yr period.

## products & UIN nos.

Reliance Golden Year Plan (GYP):  
121L020V01

Reliance Market Return Plan (MRP):  
121L016V02

Reliance Automatic Investment Plan (AIP):  
121L024V01

Reliance Wealth + Health Plan (WHP):  
121L028V01

Reliance Total Investment Plan Series I  
(TIPS I): 121L029V01

Reliance Total Investment Plan Series II  
(TIPS II): 121L030V01

Reliance SuperInvest Assure Plan (SIP):  
121L031V01

Reliance Money Guarantee Plan (MGP):  
121L025V01

Reliance Secure Child Plan (SCP):  
121L026V01

## 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 investor's objectives, financial situation and needs. This document is solely for the use of the party to whom it is provided."

"The premium paid in Unit Linked Life Insurance policies are subject to investment risks associated with capital markets and the NAVs of the units may go up or down based on the performance of fund and factors influencing the capital market and the insured is responsible for his/her decisions."

"Reliance Life Insurance Company Limited is only the name of the Insurance Company and the specified Unit Linked funds do not in any way indicate the quality of the contract, its future prospects or returns."

"For more details on RLIC products and respective risk factors, terms and conditions please read respective sales brochure documents carefully before concluding a sale. The respective sales brochure documents for various products are published in the website "[www.reliancelife.co.in](http://www.reliancelife.co.in)"

"Insurance is the subject matter of solicitation. Reliance Life Insurance Company Limited is a licensed life insurance company registered with the Insurance Regulatory and Development Authority (Registration No: 121) in accordance with the provisions of the Insurance Act 1938."