

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 March 08	31st March 07	Absolute Change
Rs./\$	40.11	43.47	3.36
WPI Inflation	226.00	210.40	7.41%
Forex Reserves (\$ bn)	304.66	199.18	105.48
Oil Price (\$ per Barrel)	102.43	69.02	33.41
Gold (Rs. per 10gm)	12150	8710	3440

Investments	31st March 08	31st March 07	Absolute Change
FII's (Rs Crs)	53403.80	25235.70	28168.10
Mf's (Rs Crs)	15775.09	8509.39	7265.70

Indices	31st March 08	31st March 07	% Change
BSE Sensex	15,644.44	13,072.10	19.68
S&P CNX Nifty	4,734.50	3,821.55	23.89
CNX Mid Cap	6,240.65	4,850.05	28.67
BSE Small Cap	7,841.62	6,470.51	21.19

Sectoral Indices	31st March 08	31st March 07	% Change
CNX Infrastructure	4261.17	3099.52	37.48
CNX Energy	8580.92	5915.40	45.06
BSE Capital Goods	14009.02	9074.72	54.37
BSE Bankex	7717.61	6542.01	17.97
BSE Oil & Gas	10016.82	6419.18	56.05
BSE IT	3547.61	4899.39	-27.59

Fixed Income Indicators	31st March 08	31st March 07	Absolute Change
NSE Mibor (%)	9.16	68.27	-59.11
91 Day T-Bill (%)	7.23	7.98	-0.75
182 Day T-Bill (%)	7.36	7.99	-0.63
1 year GOI Benchmark (%)	7.54	7.68	-0.19
5 Year GOI Benchmark (%)	7.76	7.95	-0.19
5 Year Corp Bond Benchmark (%)	9.40	9.55	-0.15
10 Year GOI Benchmark (%)	7.93	8.01	-0.08

the analyst

annual factsheet

fund snapshot

asset allocation	funds	gross return (CAGR*) (%) as on March 31, 2008				date of inception
		last 1 year	last 2 years	last 3 years	since inception	
100% equity	Ulip Equity	16.63%	12.27%	27.93%	28.57%	August, 2004
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	N.A.	N.A.	N.A.	N.A.	May, 2007
60% equity, 40% debt	Ulip High Growth	15.69%	N.A.	N.A.	13.79%	March, 2007
50% equity, 50% debt	Ulip Growth Plus	13.62%	N.A.	N.A.	11.93%	March, 2007
40% equity, 60% debt	Ulip Growth	13.33%	9.93%	15.24%	15.05%	August, 2004
20% equity, 80% debt	Ulip Balanced	11.96%	9.19%	11.20%	11.64%	February, 2003
100% bond instruments	Ulip Corporate Bond	N.A.	N.A.	N.A.	N.A.	May, 2007
100% Debt Instruments	Ulip Pure Debt	5.52%	N.A.	N.A.	5.52%	April, 2007
100% govt. securities	Ulip Gilt	N.A.	N.A.	N.A.	N.A.	May, 2007
100% money market instruments	Ulip Money Market Fund	N.A.	N.A.	N.A.	N.A.	May, 2007
100% money market instruments	Ulip Capital Secure	9.21%	8.18%	7.31%	6.35%	February, 2003

*CAGR: Compounded Annual Growth Rate

Indian Economy: Update & Outlook

During the year GDP grew 8.4% y-o-y in Oct-Dec 07, boosted by services and manufacturing. The rate was down from 8.9% in July-Sept 07 and 9.3% during Apr-June. Compared to this GDP for FY07 was an 18-year high of 9.6%. Excluding the base effect, IIP moderated steadily to 5.35% y-o-y (Jan 08) compared to 14.77% in Mar 07. The primary drag was the rate-sensitive consumer durable goods sector, which decelerated to 1.7% during Apr-Jan from 10.6% for the same period last year. While the manufacturing sector in Apr-Jan period grew at 9.2%, the IIP cumulative growth for the same period stood at 8.7% lower than 11.2% in FY07. Core infrastructure output growth slowed to 4.2% y-o-y in Jan 08. During Apr-Jan 08, growth slowed to 5.5% as against 8.9% in FY07. Soft growth rate was seen across all the six core industries.

Outlook: GDP for FY08 is expected to be around 8.50% to 9.00% on the back of continued strong domestic demand, growth in the manufacturing and services sectors and high capital inflows. Higher than expected inflation, high interest rates and a slow down in industrial production is expected to impact growth adversely in FY09 and GDP growth maybe in the range of 7.50% to 8.00%.

Debt Market: Update & Outlook

Bonds markets have been quite volatile through the year. Ten-year benchmark yield moved in a range of 7.4%-8.4%, ending the fiscal at 7.93%, almost flat compared with 8% at the end of FY07.

RBI announced CRR hikes of 50 bps twice to 7.5% after a 50 bps hike on Mar 30, 2007 to 6.5%. On March 30, 2007, the RBI also hiked the LAF repo rate to 7.75% from 7.5% but kept reverse repo rate unchanged at 6%. The rates were kept steady thereafter.

Liquidity and inflation were major factors that impacted bonds through the year. Yields fell despite generally tight liquidity conditions and robust economic data in the first earlier half of FY08. The spread between 1-year and 10-year bond yield ended at 70 bps from 10 bps in Mar 07, reflecting the extent of steepening in the yield curve.

Barring occasional panic situations, call rates were quoted in the range of 7%-8% during periods of tight cash conditions. Annual WPI inflation rate eased to near 3% by Nov'07 from 6% in Mar'07. Since the start of 2008, the rate picked up, spiking to 7.41% by end of Mar'08, way above the RBI's target of 5%.

Fiscal deficit target for FY09 has been estimated at 2.5% of GDP in the Budget compared to 3.1% in FY08. In the first half Apr-Sep period, Rs.96,000 crore would be borrowed via government securities. However, the debt waivers for farmers and the proposed pay hikes are likely to push up the fiscal deficit beyond the targeted 2.5% to 3% in FY 09.

Outlook: The yield curve has steepened considerably and we expect the spreads between the shorter and longer tenors to be maintained owing to higher quantum of Gsec auctions and inflation concerns. There is also a strong chance of a rate hike in the monetary policy this month, which would impact the yields unfavourably. The ten-yr benchmark g-sec yield may remain in the range of 7.75% to 8.25%.

Equity Market: Update & Outlook

BSE Sensex finished FY08 at 15644.44, up 2572 points or 19.68%. NSE Nifty surged 23.89% or 913 points to 4734.50. While the indices showed strong positive returns over the end of FY07, the market was drastically lower from the peak hit in January 08. Sensex tested 21000 before facing a melt down as a succession of weak global economic indicators took a toll on sentiment. Domestic data also hinted that growth was slowing, in part affected by tighter policy over the last couple of years.

Earlier, the market weathered the storm raised by the US mortgage-market debacle that came to the fore in mid-August. Concurrently, political anxiety caused by the US-India nuclear deal weighed on the market. The government also announced curbs on foreign commercial borrowing. Backed by consistently robust corporate earnings reports, stock markets bounced back strongly. SEBI's policy changes on offshore derivatives and P-note holding caused brief volatility. Inflows were however boosted by lower US interest rates. FIIs purchased a net \$12.9 bn worth Indian equities in FY08, up from \$5.47 bn in FY07.

Outlook: After a series of bad news on international as well as domestic front, the sentiment in the market continues to be very cautious. Concerns over rising inflation and chances of rate hike by RBI, is currently acting as sentiment dampeners. The next major trigger for the market will be Q4 results of Indian companies and any fresh developments on the global front. This will determine the flow of liquidity from domestic as well as international institutions. Negative returns during the quarter ending June 2008 is a distinct possibility.

fund performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	16.63%	23.89%	33.26%	31.51%	0.35	0.60
last 2 years (CAGR)	12.27%	17.96%	26.93%	26.06%	0.27	0.50
last 3 years (CAGR)	27.93%	32.49%	25.76%	25.03%	0.89	1.10
since inception (CAGR)	28.57%	33.70%	24.05%	23.41%	0.98	1.23
date of inception	august, 2004					

*CAGR: Compounded Annual Growth Rate

portfolio

security % to net assets 1-yr beta

equity

CAP GOODS/ENGINEERING	15.02	
LARSEN & TOUBRO	4.20	1.11
AREVA T & D INDIA	2.93	0.51
ALSTOM PROJECTS INDIA	2.56	1.17
SIEMENS	2.31	1.07
CUMMINS INDIA	1.57	0.76
TRIVENI ENGINEERING AND INDUSTRIES	1.45	1.56
BANKING & FINANCE	14.51	
STATE BANK OF INDIA	5.42	0.93
ICICI BANK	3.44	1.48
HDFC	3.22	1.20
HDFC BANK	1.87	0.95
INDIABULLS SECURITIES	0.56	1.00
OIL REFINERIES	13.21	
RELIANCE INDUSTRIES	8.80	1.04
OIL & NATURAL GAS CORPORATION	4.41	0.83
IT	8.53	
INFOSYS TECHNOLOGIES	6.35	1.08
TATA CONSULTANCY SERVICES	2.18	0.84
METALS	8.41	
TATA STEEL	5.67	1.15
HINDALCO INDUSTRIES	2.74	1.28
AUTOMOBILES	6.77	
MARUTI SUZUKI INDIA	4.31	0.25
TATA MOTORS	2.10	0.57
EICHER MOTORS	0.36	0.14
CEMENT & CEMENT PRODUCTS	4.56	
GRASIM INDUSTRIES	4.56	0.72
TELECOM	4.44	
BHARTI AIRTEL	4.06	0.48
RELIANCE COMMUNICATIONS	0.38	1.02
POWER	3.70	
TATA POWER	3.70	0.85
PHARMACEUTICALS	3.60	
DIVIS LABORATORIES	3.60	1.01
FERTILIZERS	2.72	
GUJARAT NARMADA VALLEY FERTILISERS	1.95	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.76	0.68
HOTELS	2.55	
INDIAN HOTELS	2.55	1.07
AVIATION	2.13	
DECCAN AVIATION	2.13	1.37
AUTO ANCILLARY	1.03	
AUTOMATIVE AXLES	1.03	0.48
CONSTRUCTION	0.92	
GAMMON INDIA	0.92	0.61

total equity 92.10

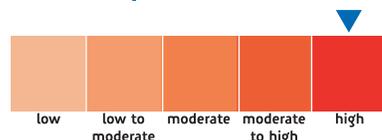
total bank deposits/mutual funds 7.90

total net assets 100.00

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

fund manager's report

The year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 92.10%.

asset allocation

Equity: 100%

benchmark construction

S&P CNX Nifty: 100%

asset allocation



fund characteristics as on March 31, 2008

Fund Beta 0.94

NAV as on March 31, 2008

Reliance Market Return Plan (MRP) - Equity Fund Option: Rs. 23.8972

Reliance Golden Year Plan (GYP) - Equity Fund Option: Rs. 11.8855

Reliance Automatic Investment Plan (AIP) - Equity Fund Option: Rs. 10.0933

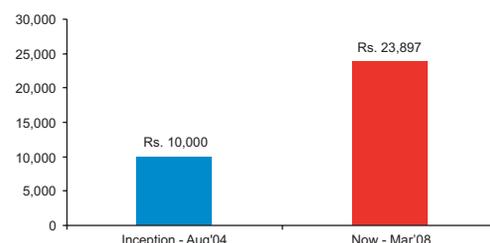
Reliance Secure Child Plan (SCP) - Equity Fund Option: Rs. 7.7047

Reliance Wealth + Health Plan (WHP) - Equity Fund Option: Rs. 8.3823

Reliance Total Investment Plan Series I (TIPS I)-Equity Fund Option: Rs. 10.3539

Reliance Total Investment Plan Series II (TIPS II)-Equity Fund Option: Rs. 10.3478

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



fund performance

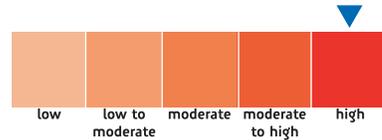
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	march, 2008					

*CAGR: Compounded Annual Growth Rate

fund objective

Provide high rate of return in the long term through high exposure to equity investments in 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

portfolio

security % to net assets 1-yr beta

equity

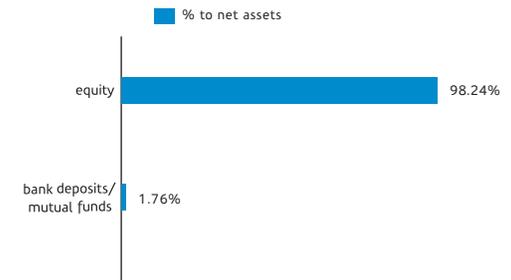
POWER	23.78	
NTPC	14.47	0.96
TATA POWER	3.83	0.85
SUZLON ENERGY	3.07	1.19
NEVELI LIGNITE CORPORATION	2.41	1.34
CAP GOODS / ENGINEERING	23.72	
LARSEN & TOUBRO	9.23	1.11
BHARAT HEAVY ELECTRICALS	8.18	1.08
SIEMENS	2.60	1.07
ABB	2.15	0.94
CROMPTON GREAVES	1.56	0.78
TELECOM	16.76	
BHARTI AIRTEL	15.62	0.48
TATA COMMUNICATIONS	1.14	0.94
CONSTRUCTION	8.81	
GMR INFRASTRUCTURE	3.10	1.47
JAIPRAKASH ASSOCIATES	2.86	2.17
PUNJ LLOYD	2.27	1.39
IVRCL INFRASTRUCTURES	0.58	0.92
REAL ESTATE	5.43	
UNITECH	3.07	1.45
DLF LIMITED	2.37	1.97
TEXTILE	4.83	
ADITYA BIRLA NUVO	4.83	0.80
OIL REFINERIES	4.82	
RELIANCE INDUSTRIES	4.82	1.04
METALS	2.98	
TATA STEEL	2.00	1.15
HINDALCO INDUSTRIES	0.98	1.28
BANKING & FINANCE	2.71	
HDFC	1.47	1.20
IDFC	1.24	1.51
CEMENT & CEMENT PRODUCTS	1.36	
GRASIM INDUSTRIES	1.36	0.72
HOTELS	0.94	
INDIAN HOTELS	0.94	1.07
LOGISTICS	0.95	
CONTAINER CORPORATION OF INDIA	0.95	0.19
AVIATION	0.61	
DECCAN AVIATION	0.61	1.37
SHIPPING	0.53	
SHIPPING CORPORATION OF INDIA	0.53	0.80

total equity 98.24

total bank deposits/mutual funds 1.76

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

Fund Beta 1.03

NAV as on March 31, 2008

Reliance Total Investment Plan Series I (TIPS I) - Infrastructure Fund Option: Rs. 10.4686

Reliance Total Investment Plan Series II (TIPS II)- Infrastructure Fund Option: Rs. 10.4682

fund manager's report

This fund was launched in March, 2008. The universe of stocks has been identified and the stock selection process is complete. Investments will continue as per the planned strategy.

asset allocation

Equity: 100%

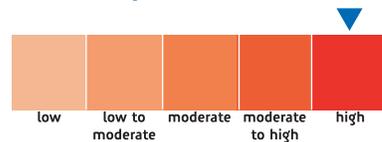
benchmark construction

CNX Infrastructure Index: 100%

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

fund manager's report

This fund was launched in March, 2008. The universe of stocks has been identified and the stock selection process is complete. Investments will continue as per the planned strategy

asset allocation

Equity: 100%

benchmark construction

CNX Energy Index: 100%

ULIP Energy Fund

details as on March 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

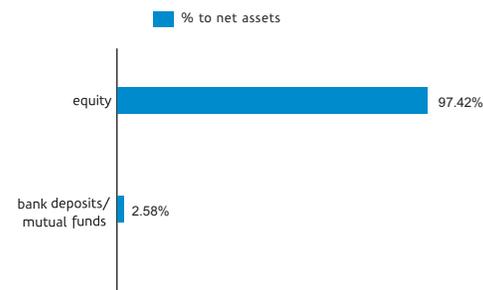
OIL REFINERIES	59.84	
RELIANCE INDUSTRIES	31.55	1.04
ONGC	16.68	0.83
RELIANCE PETROLEUM	6.07	1.08
INDIAN OIL CORPORATION	4.32	0.94
BHARAT PETROLEUM	1.21	0.66
POWER	18.33	
NTPC	13.49	0.96
TATA POWER	2.59	0.85
NEYVELI LIGNITE CORPORATION	2.25	1.34
CAP GOODS / ENGINEERING	13.09	
CUMMINS INDIA	1.97	0.76
CROMPTON GREAVES	1.96	0.78
BHARAT HEAVY ELECTRICALS	1.93	1.08
PUNJ LLOYD	1.72	1.39
ABB	1.40	0.94
AREVA T & D INDIA	1.39	0.51
ALSTOM PROJECTS INDIA	1.38	1.17
SIEMENS	1.33	1.07
GAS	2.40	
GAIL (INDIA)	2.40	0.85
OIL EXPLORATION	2.31	
CAIRN INDIA	2.31	1.21
CONSTRUCTION	1.46	
JAIPRAKASH ASSOCIATES	1.46	2.17

total equity 97.42

total bank deposits/mutual funds 2.58

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

Fund Beta 0.99

NAV as on March 31, 2008

Reliance Total Investment Plan Series I (TIPS I) - Energy Fund Option: Rs. 10.2701

Reliance Total Investment Plan Series II (TIPS II) - Energy Fund Option: Rs. 10.2744

fund performance

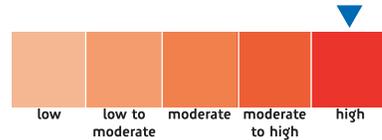
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	march, 2008					

*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

portfolio

security % to net assets 1-yr beta

equity

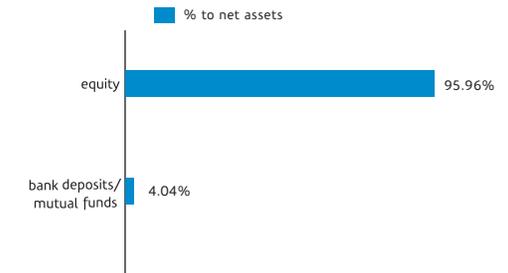
BANKING AND FINANCE	12.13	
STATE BANK OF INDIA	2.23	0.93
CORPORATION BANK	1.86	1.18
ALLAHABAD BANK	1.67	1.14
ANDHRA BANK	1.48	0.82
FEDRAL BANK	1.25	0.69
SYNDICATE BANK	1.22	1.10
CANARA BANK	1.21	0.93
JAMMU & KASHMIR BANK	1.21	0.42
CONSTRUCTION	11.30	
PUNJ LLOYD	2.66	1.39
HINDUSTAN CONST	2.33	1.10
IVRCL INFRASTRUCTURES	2.24	0.92
NAGARJUNA CONSTRUCTION	2.09	0.94
PATEL ENGINEERING	1.98	0.87
CAP GOODS / ENGINEERING	10.30	
VOLTAS LIMITED	2.48	0.95
LARSEN & TOUBRO	2.38	1.11
BEML	2.26	0.88
ALSTOM	2.13	1.17
AIA ENGINEERING	1.05	0.73
PHARMACEUTICALS	9.04	
DIVIS LABORATORIES	2.87	1.01
LUPIN	1.96	0.29
WOCKHARDT	1.45	0.57
JUBILANT ORGANOSYS	1.38	0.74
NICHOLAS PIRAMAL INDIA	1.37	0.17
POWER	7.22	
TATA POWER	2.50	0.85
LANCO INFRA TECH	2.44	1.24
CESC	2.28	0.92
CEMENT & CEMENT PRODUCTS	6.14	
INDIA CEMENTS	2.37	1.23
SHREE CEMENT	2.08	0.35
KESORAM INDUSTRIES	0.99	0.63
BIRLA CORPORATION	0.70	0.86
IT	5.45	
ROLTA INDIA	2.53	0.64
MPHASIS	1.67	1.16
MOSER BAER	1.25	1.22
FMCG	4.75	
TITAN INDUSTRIES	2.46	1.51
TATA TEA	2.29	0.57
SHIPPING	4.74	
GREAT EASTERN SHIPPING	2.46	0.54
SHIPPING CORPORATION	2.28	0.80
OIL REFINERIES	4.41	
RELIANCE INDUSTRIES	2.34	1.04
CHENNAI PETROLEUM CORPORATION	2.06	0.73
REAL ESTATE	3.54	
ANSAL PROPERTIES & INFRASTRUCTURE	1.33	1.44
BOMBAY DYEING	1.27	1.01
PENINSULA LAND	0.94	1.47
FERTILISERS	2.81	
TATA CHEMICALS	2.81	0.86
AUTO ANCILLARY	2.37	
AMTEK AUTO	1.42	0.99
EXIDE INDUSTRIES	0.95	0.83
AUTOMOBILES	2.09	
ASHOK LEYLAND	2.09	0.50
TELECOM	1.87	
TATA TELESERVICES (MAHARASHTRA)	1.87	0.94
GAS	1.78	
PETRONET LNG	1.78	1.21
RETAIL	1.53	
VISHAL RETAIL	1.53	0.49
LOGISTICS	1.40	
CONTAINER CORPORATION	1.40	0.19
PIPES	1.25	
MAHARASHTRA SEAMLESS	1.25	0.73
SUGAR	1.16	
BAJAJ HINDUSTAN	1.16	1.28
HOTELS	0.68	
HOTEL LEELA VENTURE	0.68	0.92

total equity 95.96

total bank deposits/mutual funds 4.04

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

Fund Beta 0.90

NAV as on March 31, 2008

Reliance Total Investment Plan Series I (TIPS I)-Midcap Fund Option: Rs. 10.6950

Reliance Total Investment Plan Series II (TIPS II)-Midcap Fund Option: Rs. 10.6940

fund manager's report

This fund was launched in March, 2008. The universe of stocks has been identified and the stock selection process is complete. Investments will continue as per the planned strategy

asset allocation

Equity: 100%

benchmark construction

Nifty Midcap 50: 100%

fund performance

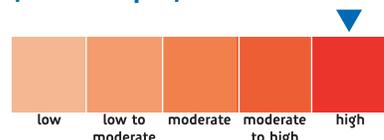
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	may, 2007					

*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

10.05% NABARD 11-06-14	2.52	AAA
9.50% NABARD SER IX I 15-10-12	1.89	AAA
5.85% POWER FINAN CORP 01-08-10	1.77	AAA
7% POWER FINANCE 24-12-11	1.63	AAA
9.25% EXIM BANK 13-12-12	1.50	AAA
9.20% HDFC LTD 09-02-12	0.94	AAA
8.65% HDFC LTD 12-09-11	0.92	AAA
6.10% IRFC 13-05-10	0.89	AAA
10% NABARD SER IX 14-05-12	0.58	AAA
9.25% POWER GRID CORP 09-02-13	0.47	AAA
9.76% IRFC 03-07-12	0.38	AAA

total corporate bonds 13.49

gilts

7.27% GOI 03-09-13	1.84	
7.99% GOI 09-07-17	0.66	
7.38% GOI 03-09-15	0.65	
7.44% GOI SPL OIL BOND 23-03-12	0.18	

total gilts 3.33

equity

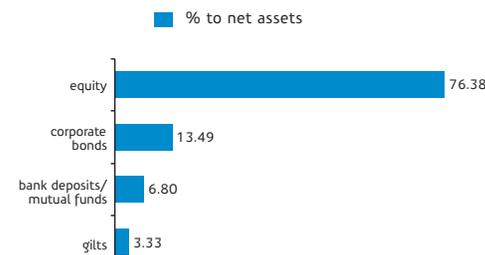
OIL REFINERIES	12.22	
RELIANCE INDUSTRIES	8.46	1.04
OIL & NATURAL GAS CORPORATION	3.76	0.83
BANKING & FINANCE	11.44	
STATE BANK OF INDIA	4.68	0.93
ICICI BANK	2.75	1.48
HDFC	2.21	1.20
HDFC BANK	1.41	0.95
INDIABULLS SECURITIES	0.39	1.00
CAP GOODS/ENGINEERING	10.90	
LARSEN & TOUBRO	2.93	1.11
SIEMENS	2.56	1.07
ALSTOM PROJECTS INDIA	1.67	1.17
AREVA T & D INDIA	1.62	0.51
CUMMINS INDIA	1.18	0.76
TRIVENI ENGINEERING AND INDUSTRIES	0.94	1.56
METALS	7.83	
TATA STEEL	5.09	1.15
HINDALCO INDUSTRIES	1.93	1.28
STEEL AUTHORITY OF INDIA	0.81	1.46
IT	6.87	
INFOSYS TECHNOLOGIES	4.83	1.08
TATA CONSULTANCY SERVICES	2.04	0.84
AUTOMOBILES	6.26	
MARUTI SUZUKI INDIA	3.56	0.25
TATA MOTORS	2.37	0.57
EICHER MOTORS	0.33	0.14
CEMENT & CEMENT PRODUCTS	3.96	
GRASIM INDUSTRIES	3.96	0.72
TELECOM	3.53	
BHARTI AIRTEL	3.51	0.48
RELIANCE COMMUNICATIONS	0.02	1.02
PHARMACEUTICALS	3.20	
DIVIS LABORATORIES	3.20	1.01
POWER	3.01	
TATA POWER	3.01	0.85
HOTELS	2.17	
INDIAN HOTELS	2.17	1.07
FERTILIZERS	2.12	
GUJARAT NARMADA VALLEY FERTILISERS	1.53	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.58	0.68
AVIATION	1.55	
DECCAN AVIATION	1.55	1.37
CONSTRUCTION	0.79	
GAMMON INDIA	0.79	0.61
AUTO ANCILLARY	0.53	
AUTOMATIVE AXLES	0.53	0.48

total equity 76.38

total bank deposits/mutual funds 6.80

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio:	2.15 years
YTM of debt portfolio:	8.55%
Beta of equity portfolio:	0.94

NAV as on March 31, 2008

Reliance Automatic Investment Plan (AIP) - A Option: Rs. 10.2322

Reliance Wealth + Health Plan (WHP) - A Option: Rs. 8.7274

fund manager's report

The year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 76.38%.

The fund was launched in May 07 with an asset allocation pattern of upto 80% in equities and 20% in debt and money market instruments. As on 31st mar 08, the fund has 3.33% exposure to gilts, 13.49% exposure to corporate bonds and 8.55% exposure to short term assets like CBLO and CDs. We may increase duration of the fund going forward as and when we find attractive opportunities. The fund was managed actively during the year in order to take advantage of interest rate movements.

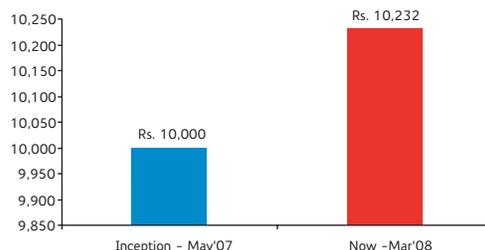
asset allocation

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 performance

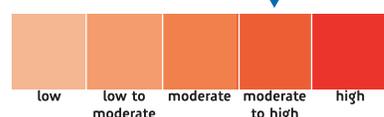
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	15.69%	18.93%	20.40%	19.09%	0.52	0.73
since inception (CAGR)	13.79%	18.91%	19.63%	18.28%	0.45	0.76
date of inception	march, 2007					

*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) – F Option: Mar 1, 2007

portfolio

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

corporate bonds

10.20% HDFC LTD 13-04-10	2.11	AAA
9.80% POWER FINANCE CORP 22-03-12	2.11	AAA
9.50% NABARD SER IX I 15-10-12	2.08	AAA
9.25% EXIM BANK 13-12-12	2.07	AAA
6.31% EXIM BANK 17-01-10	1.98	AAA
10.10% POWER GRID CORP 12-06-12	1.70	AAA
9.68% IRFC 03-07-10	1.68	AAA
8.25% IDBI OMNI BOND SER III 26-05-20	0.96	AA+
10% NABARD 18-06-10	0.92	AAA
9.65% NABARD SR IX 10-09-10	0.90	AAA
10.75% IL & FS LTD SER XI 29-03-09	0.84	AAA
9.50% INDIAN HOTEL 28-02-12	0.83	AA+
7.60% ICICI BANK 30-12-15	0.80	AAA
9.80% POWER FIN. CORP SR XXXVIII 20-09-12	0.63	AAA
9.76% IRFC 03-07-12	0.42	AAA
10.10% POWER GRID CORP. 12-06-11	0.42	AAA

total corporate bonds 20.45

gilts

		SOVEREIGN
7.37% GOI 16-04-14	2.45	
9.39% GOI 02-07-11	2.16	
5.87% GOI 02-01-10	1.21	
7.38% GOI 03-09-15	0.81	
7.99% GOI 09-07-17	0.63	
8.33% GOI 07-06-36	0.62	

total gilts 7.89

equity

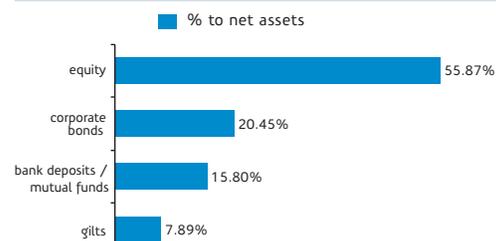
BANKING & FINANCE	9.05	
STATE BANK OF INDIA	3.72	0.93
ICICI BANK	2.34	1.48
HDFC	1.64	1.20
HDFC BANK	1.03	0.95
INDIABULLS SECURITIES	0.32	1.00
OIL REFINERIES	9.02	
RELIANCE INDUSTRIES	6.14	1.04
OIL & NATURAL GAS CORPORATION	2.88	0.83
CAP GOODS/ENGINEERING	8.17	
LARSEN & TOUBRO	2.55	1.11
SIEMENS	1.98	1.07
AREVA T & D INDIA	1.09	0.51
ALSTOM PROJECTS INDIA	0.99	1.17
CUMMINS INDIA	0.88	0.76
TRIVENI ENGINEERING AND INDUSTRIES	0.66	1.56
METALS	5.82	
TATA STEEL	3.79	1.15
HINDALCO INDUSTRIES	1.44	1.28
STEEL AUTHORITY OF INDIA	0.60	1.46
IT	4.93	
INFOSYS TECHNOLOGIES	3.49	1.08
TATA CONSULTANCY SERVICES	1.45	0.84
AUTOMOBILES	4.36	
MARUTI SUZUKI INDIA	2.46	0.25
TATA MOTORS	1.65	0.57
EICHER MOTORS	0.25	0.14
CEMENT & CEMENT PRODUCTS	2.78	
GRASIM INDUSTRIES	2.78	0.72
TELECOM	2.74	
BHARTI AIRTEL	2.49	0.48
RELIANCE COMMUNICATIONS	0.24	1.02
POWER	2.26	
TATA POWER	2.26	0.85
AVIATION	1.09	
DECCAN AVIATION	1.09	1.37
PHARMACEUTICALS	1.82	
DIVIS LABORATORIES	1.82	1.01
FERTILIZERS	1.46	
GUJARAT NARMADA VALLEY FERTILISERS	1.05	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.41	0.68
HOTELS	1.39	
INDIAN HOTELS	1.39	1.07
CONSTRUCTION	0.56	
GAMMON INDIA	0.56	0.61
AUTO ANCILLARY	0.41	
AUTOMATIVE AXLES	0.41	0.48

total equity 55.87

total bank deposits/mutual funds 15.80

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio:	1.99 years
YTM of debt portfolio:	8.40%
Beta of equity portfolio:	0.95

NAV as on March 31, 2008

Reliance Money Guarantee Plan (MGP) – F Option: Rs. 11.3493

fund manager's report

The year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 55.87%.

The allocation to gilts was at 7.89% in Mar 08 as compared to zero in Mar 07. The allocation to short term assets also was lower at 15.84% compared to 20.81% in March 07. The allocation to corporate bonds was marginally reduced to around 20.45% of the portfolio from 23.04% in Mar 07. Exposure in gilts was mainly to increase portfolio duration. The fund was managed actively during the year in order to take advantage of interest rate movements.

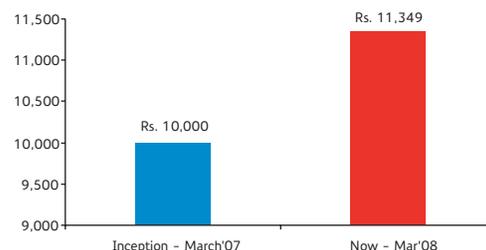
asset allocation

Debt.:	40%
Equity:	60%

benchmark construction

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

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



fund performance

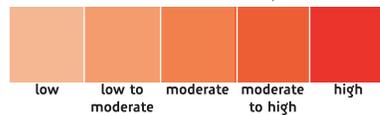
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	13.62%	17.45%	16.75%	15.99%	0.52	0.78
since inception (CAGR)	11.93%	17.38%	16.12%	15.31%	0.43	0.81
date of inception	march, 2007					

*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

5.85% POWER FINAN CORP 01-08-10	4.11	AAA
9.65% NABARD SR IX 10-09-10	3.30	AAA
10.05% NABARD 11-06-14	2.79	AAA
9.20% IL & FS LTD SR VI 23-04-08	1.94	AAA
9.20% HDFC LTD 09-02-12	1.93	AAA
8.95% HDFC LTD 29-10-10	1.92	AAA
8.65% HDFC LTD 12-09-11	1.90	AAA
6.10% IRFC 13-05-10	1.83	AAA
9.50% NABARD SER IX I 15-10-12	1.55	AAA
9.25% EXIM BANK 13-12-12	1.54	AAA
7% POWER FINANCE 24-12-11	1.49	AAA
7.60% ICICI BANK 30-12-15	1.42	AAA
6.10% POWER GRID CORP. 17-07-10	0.91	AAA
10% NABARD SER IX 14-05-12	0.79	AAA
9.35% IL & FS LTD 22-10-10	0.77	AAA
8.50% EXIM BANK 26-09-11	0.76	AAA
10.10% POWER GRID CORP. 12-06-11	0.49	AAA

total corporate bonds 29.44

gilts

		SOVEREIGN
7.99% GOI 09-07-17	3.50	
7.38% GOI 03-09-15	1.33	
7.37% GOI 16-04-14	0.95	
7.44% GOI SPL OIL BOND 23-03-12	0.37	

total gilts 6.16

equity

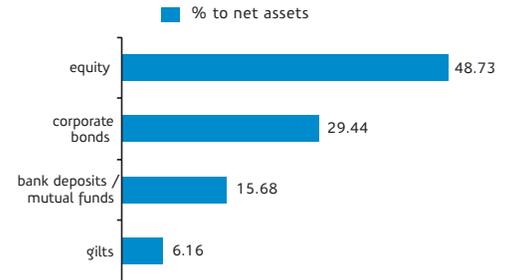
OIL REFINERIES	8.07	
RELIANCE INDUSTRIES	5.54	1.04
OIL & NATURAL GAS CORPORATION	2.53	0.83
BANKING & FINANCE	7.96	
STATE BANK OF INDIA	3.08	0.93
ICICI BANK	2.33	1.48
HDFC	1.44	1.20
HDFC BANK	0.91	0.95
INDIABULLS SECURITIES	0.21	1.00
CAP GOODS/ENGINEERING	6.85	
LARSEN & TOUBRO	2.12	1.11
SIEMENS	1.76	1.07
AREVA T & D INDIA	0.91	0.51
ALSTOM PROJECTS INDIA	0.87	1.17
CUMMINS INDIA	0.66	0.76
TRIVENI ENGINEERING AND INDUSTRIES	0.54	1.56
METALS	5.20	
TATA STEEL	3.35	1.15
HINDALCO INDUSTRIES	1.32	1.28
STEEL AUTHORITY OF INDIA	0.53	1.46
IT	4.34	
INFOSYS TECHNOLOGIES	3.04	1.08
TATA CONSULTANCY SERVICES	1.30	0.84
AUTOMOBILES	4.05	
MARUTI SUZUKI INDIA	2.32	0.25
TATA MOTORS	1.46	0.57
EICHER MOTORS	0.27	0.14
CEMENT & CEMENT PRODUCTS	2.53	
GRASIM INDUSTRIES	2.53	0.72
TELECOM	2.26	
BHARTI AIRTEL	2.24	0.48
RELIANCE COMMUNICATIONS	0.02	1.02
POWER	1.98	
TATA POWER	1.98	0.85
PHARMACEUTICALS	1.52	
DIVIS LABORATORIES	1.52	1.01
FERTILIZERS	1.21	
GUJARAT NARMADA VALLEY FERTILISERS	0.88	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.33	0.68
HOTELS	1.12	
INDIAN HOTELS	1.12	1.07
AVIATION	0.89	
DECCAN AVIATION	0.89	1.37
CONSTRUCTION	0.45	
GAMMON INDIA	0.45	0.61
AUTO ANCILLARY	0.30	
AUTOMATIVE AXLES	0.30	0.48

total equity 48.73

total bank deposits/mutual funds 15.68

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio:	1.94 years
YTM of debt portfolio:	8.41 %
Beta of equity portfolio:	0.95

NAV as on March 31, 2008

Reliance Money Guarantee Plan (MGP) – E Option: Rs. 11.1477

Reliance Automatic Investment Plan (AIP) – B Option: Rs. 10.4969

Reliance Wealth + Health Plan (WHP) – B Option: Rs. 9.2149

fund manager's report

The year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 48.73%.

The allocation to corporate bonds was at 29.44% in Mar 08 from 34.50% in Mar 07. Allocation of 6.16% was made to gilts as compared to 0% in Mar 07 in order to increase the duration of the fund. Allocation to short term assets was at 17.83% from 19.07% in March 07. The fund was managed actively during the year in order to take advantage of interest rate movements.

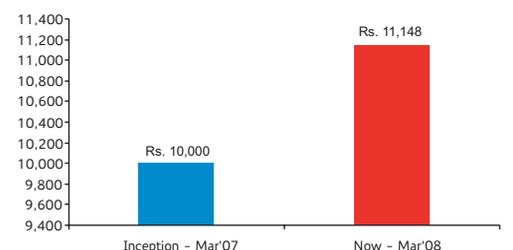
asset allocation

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 performance

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	13.33%	15.88%	14.32%	12.89%	0.58	0.84
last 2 years (CAGR)	9.93%	12.30%	11.55%	10.70%	0.43	0.68
last 3 years (CAGR)	15.24%	16.86%	10.77%	10.16%	0.95	1.17
since inception (CAGR)	15.05%	16.22%	9.99%	9.39%	1.01	1.19
date of inception			august, 2004			

*CAGR: Compounded Annual Growth Rate

portfolio

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

corporate bonds

9.58% EXIM BANK 04-09-10	4.02	AAA
9.20% IL & FS LTD SR VI 23-04-08	3.92	AAA
7.15% IND OIL BOND 10-06-12	3.69	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	3.49	AA+
9.50% NABARD SER IX I 15-10-12	2.94	AAA
9.50% INDIAN HOTEL 28-02-12	2.92	AA+
8.95% HDFC LTD 29-10-10	2.91	AAA
9.68% IRFC 03-07-10	2.08	AAA
10.20% HDFC LTD 13-04-10	1.99	AAA
9.50% NABARD 29-06-10	1.96	AAA
0% HDFC 22-09-08	1.87	AAA
7.20% HDFC 03-06-10	1.69	AAA
8.65% HDFC LTD 12-09-11	1.44	AAA
11.03% TML FIN. SERVICES 22-06-09	1.29	AA-
10.10% POWER GRID CORP 12-06-12	1.00	AAA
9.80% POWER FIN. CORP SER XXXVIII 20-09-12	0.99	AAA
9% TATA SONS 27-07-10	0.97	AAA
8.40% EXIM BANK 28-09-10	0.96	AAA
7.39% POWER GRID CORP 22-09-11	0.92	AAA

total corporate bonds 41.63

gilts

		SOVEREIGN
7.44% GOI SPL OIL BOND 23-03-12	4.06	
7.49% GOI 16-04-17	2.39	
7.37% GOI 16-04-14	2.20	
7.33% OIL COMP GOI BOND 07-03-09	1.97	
11.40% GOI 31-08-08	0.77	
7.99% GOI 09-07-17	0.49	

total gilts 11.88

equity

OIL REFINERIES	6.12	
RELIANCE INDUSTRIES	4.20	1.04
OIL & NATURAL GAS CORPORATION	1.91	0.83
BANKING & FINANCE	6.00	
STATE BANK OF INDIA	2.36	0.93
ICICI BANK	1.55	1.48
HDFC	1.13	1.20
HDFC BANK	0.72	0.95
INDIABULLS SECURITIES	0.25	1.00
CAP GOODS/ENGINEERING	5.86	
LARSEN & TOUBRO	1.69	1.11
SIEMENS	1.23	1.07
AREVA T & D INDIA	0.93	0.51
ALSTOM PROJECTS INDIA	0.83	1.17
CUMMINS INDIA	0.67	0.76
TRIVENI ENGINEERING AND INDUSTRIES	0.50	1.56
METALS	3.90	
TATA STEEL	2.59	1.15
HINDALCO INDUSTRIES	0.90	1.28
STEEL AUTHORITY OF INDIA	0.41	1.46
IT	3.36	
INFOSYS TECHNOLOGIES	2.39	1.08
TATA CONSULTANCY SERVICES	0.97	0.84
AUTOMOBILES	3.05	
MARUTI SUZUKI INDIA	1.70	0.25
TATA MOTORS	1.17	0.57
EICHER MOTORS	0.18	0.14
TELECOM	2.20	
BHARTI AIRTEL	1.74	0.48
RELIANCE COMMUNICATIONS	0.46	1.02
CEMENT & CEMENT PRODUCTS	1.96	
GRASIM INDUSTRIES	1.96	0.72
POWER	1.53	
TATA POWER	1.53	0.85
PHARMACEUTICALS	1.36	
DIVIS LABORATORIES	1.36	1.01
FERTILIZERS	1.11	
GUJARAT NARMADA VALLEY FERTILISERS	0.80	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.31	0.68
HOTELS	0.99	
INDIAN HOTELS	0.99	1.07
AVIATION	0.82	
DECCAN AVIATION	0.82	1.37
CONSTRUCTION	0.42	
GAMMON INDIA	0.42	0.61
AUTO ANCILLARY	0.32	
AUTOMATIVE AXLES	0.32	0.48

total equity 39.02

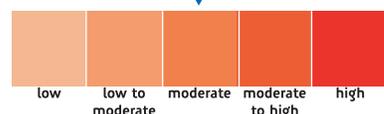
total bank deposits/mutual funds 7.47

total net assets 100.00

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 year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 39.02%.

The allocation to gilts was reduced to 11.88% in Mar 08 from 18.54% in Mar 07. The corporate bonds allocation was increased to 41.63% from 21.90% in order to benefit from higher yields due to the 100-160 bps spread over G secs of similar tenor. The allocation to short term bank deposits and mutual funds was at 6.66% which was reduced substantially from 20% in mar 07. The fund was managed actively during the year in order to take advantage of interest rate movements. Going forward we may increase gilts exposure and short term high yielding deposits.

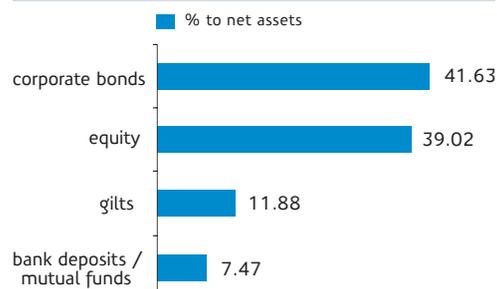
asset allocation

Debt.: 60%
Equity: 40%

benchmark construction

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

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 2.02 years
YTM of debt portfolio: 8.86%
Beta of equity portfolio: 0.95

NAV as on March 31, 2008

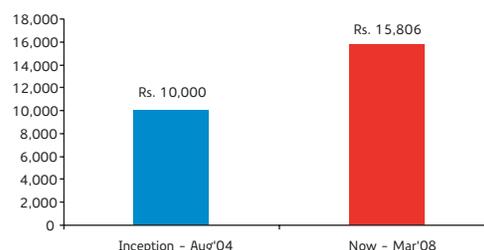
Reliance Market Return Plan (MRP) - Growth Fund Option: Rs. 15.8061

Reliance Golden Year Plan (GYP) - Growth Fund Option: Rs. 12.6043

Reliance Money Guarantee Plan (MGP) - D Option: Rs. 11.1486

Reliance Secure Child Plan (SCP) - H Option: Rs. 9.1566

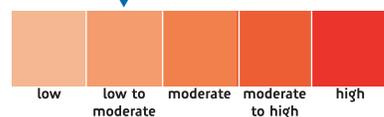
growth of initial investment of Rs. 10,000 in MRP



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

Reliance Golden Year Plan (GYP) - Balanced Fund Option: Nov 8, 2006

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 year saw the markets remaining very volatile. After the markets touched new highs for the first nine months, in the later period the trend was influenced by increasing concerns of US economy slowing down. Looking at the volatile and the negative trend in the markets in the last three months and the risk profile of the scheme, the holding in equities was kept at 19.22%.

The allocation to gilts was reduced from 33.80% in Mar 07 to 16.33% in Mar 08 while the allocation to corporate bonds was increased to 47.4% from 28.21% in Mar 07 in order to benefit from higher spreads in corporate bonds. The allocation to short term bank deposits was at 16.39% slightly lower than 18.57% previous year. In March 08 the fund has invested in high yielding CDs and FDs. The fund was managed actively during the year in order to take advantage of interest rate movements.

asset allocation

Debt.: 80%
Equity: 20%

benchmark construction

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

ULIP Balanced Fund

details as on March 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	11.96%	12.51%	7.57%	6.73%	0.92	1.12
last 2 years (CAGR)	9.19%	9.90%	6.22%	5.63%	0.67	0.87
last 3 years (CAGR)	11.20%	11.50%	5.71%	5.25%	1.09	1.24
since inception (CAGR)	11.64%	10.46%	4.86%	4.79%	1.36	1.14
date of inception			february, 2003			

*CAGR: Compounded Annual Growth Rate

portfolio

security % to net assets rating/1-yr beta

corporate bonds

9.80% ICICI BANK LTD 10-02-13	4.21	AAA
8% EXIM BANK 27-09-09	4.13	AAA
9.40% TATA TEA 08-11-2010	4.12	AA+
9.00% SUNDARAM FINANCE 17-08-09	3.21	AA+
9.35% IL & FS LTD 22-10-10	3.15	AAA
9.50% INDIAN HOTEL 28-02-12	2.80	AA+
6.25% ULTRATECH CEMENT 25-06-09	2.80	AAA
10.75% IL & FS LTD SER XI 29-03-09	2.52	AAA
10.20% HDFC LTD 13-04-10	2.52	AAA
11.03% TML FIN. SERVICES 22-06-09	2.10	AA-
9.25% EXIM BANK 13-12-12	2.06	AAA
8.40% EXIM BANK 28-09-10	2.03	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	1.84	AA+
7.39% POWER GRID CORP 22-09-11	1.72	AAA
9.68% IRFC 03-07-10	1.68	AAA
9.50% NABARD 29-06-10	1.66	AAA
9% TATA SONS 27-07-10	1.64	AAA
0% IDFC 27-06-08	1.63	AAA
0% HDFC 22-09-08	1.59	AAA

total corporate bonds 47.40

gilts

		SOVEREIGN
7.37% GOI 16-04-14	4.97	
7.38% GOI 03-09-2015	2.79	
7.44% GOI SPL OIL BOND 23-03-12	2.43	
6.96% GOI SPL OIL BOND 30-03-09	2.11	
7.49% GOI 16-04-17	2.03	
7.99% GOI 09-07-17	1.58	

total gilts 16.33

equity

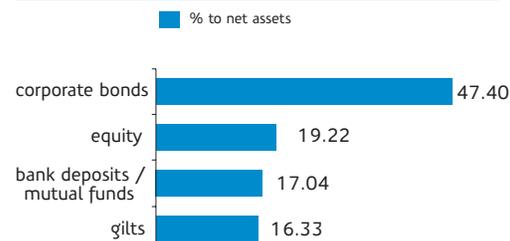
OIL REFINERIES	3.06	
RELIANCE INDUSTRIES	2.11	1.04
OIL & NATURAL GAS CORPORATION	0.95	0.83
BANKING & FINANCE	3.04	
STATE BANK OF INDIA	1.21	0.93
ICICI BANK	0.79	1.48
HDFC	0.56	1.20
HDFC BANK	0.36	0.95
INDIABULLS SECURITIES	0.12	1.00
CAP GOODS/ENGINEERING	2.86	
LARSEN & TOUBRO	0.85	1.11
SIEMENS	0.61	1.07
AREVA T & D INDIA	0.45	0.51
ALSTOM PROJECTS INDIA	0.40	1.17
CUMMINS INDIA	0.30	0.76
TRIVENI ENGINEERING AND INDUSTRIES	0.24	1.56
METALS	1.93	
TATA STEEL	1.29	1.15
HINDALCO INDUSTRIES	0.44	1.28
STEEL AUTHORITY OF INDIA	0.20	1.46
IT	1.68	
INFOSYS TECHNOLOGIES	1.20	1.08
TATA CONSULTANCY SERVICES	0.49	0.84
AUTOMOBILES	1.54	
MARUTI SUZUKI INDIA	0.86	0.25
TATA MOTORS	0.59	0.57
EICHER MOTORS	0.09	0.14
CEMENT & CEMENT PRODUCTS	0.98	
GRASIM INDUSTRIES	0.98	0.72
TELECOM	0.97	
BHARTI AIRTEL	0.87	0.48
RELIANCE COMMUNICATIONS	0.10	1.02
POWER	0.76	
TATA POWER	0.76	0.85
PHARMACEUTICALS	0.64	
DIVIS LABORATORIES	0.64	1.01
FERTILIZERS	0.53	
GUJARAT NARMADA VALLEY FERTILISERS	0.38	1.07
GUJARAT STATE FERTILIZERS & CHEMICALS	0.15	0.68
HOTELS	0.46	
INDIAN HOTELS	0.46	1.07
AVIATION	0.39	
DECCAN AVIATION	0.39	1.37
CONSTRUCTION	0.20	
GAMMON INDIA	0.20	0.61
AUTO ANCILLARY	0.17	
AUTOMATIVE AXLES	0.17	0.48

total equity 19.22

total bank deposits/mutual funds 17.04

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 2.01 years
YTM of debt portfolio: 9.13%
Beta of equity portfolio: 0.95

NAV as on March 31, 2008

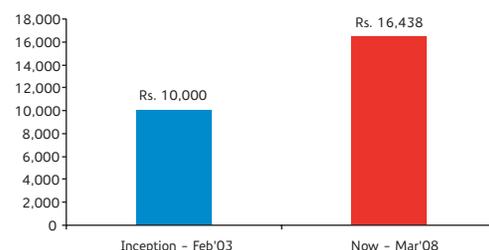
Reliance Market Return Plan (MRP) - Balanced Fund Option: Rs. 13.9693

Reliance Golden Year Plan (GYP) - Balanced Fund Option: Rs. 13.9809

Reliance Automatic Investment Plan (AIP) - C Option: Rs. 10.7015

Reliance Secure Child Plan (SCP) - G Option: Rs. 9.7098

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



fund performance

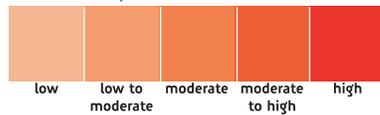
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	may, 2007					

*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

portfolio

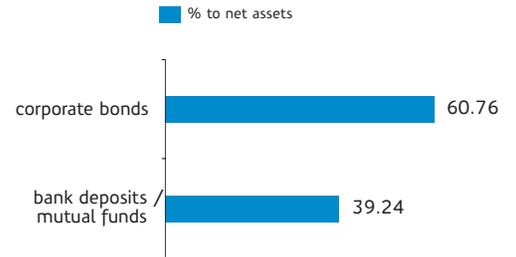
security	% to net assets	rating
corporate bonds		
9.40% TATA TEA LTD 08-11-10	11.64	AA+
9.05% EXIM BANK 06-11-10	11.62	AAA
8.88% IDFC 07-01-11	11.57	AAA
10.05% NABARD 11-06-14	7.23	AAA
7.39% POWER GRID CORP 22-09-11	3.97	AAA
9.20% HDFC LTD 09-02-12	2.33	AAA
8.75% IRFC 07-01-13	2.30	AAA
0% HDFC 22-09-08	2.24	AAA
6.25% ULTRATECH CEMENT 25-06-09	2.03	AAA
7.10% POWER GRID CORP 18-02-09	1.61	AAA
9.76% IRFC 03-07-12	1.19	AAA
9.50% NABARD 29-06-10	1.17	AAA
8.65% HDFC LTD 12-09-11	1.15	AAA
9.25% EXIM BANK 13-12-02	0.70	AAA

total corporate bonds 60.76

total bank deposits/mutual funds 39.24

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 1.52 years
YTM of debt portfolio: 9.20%

NAV as on March 31, 2008

Reliance Automatic Investment Plan (AIP) - Corporate Bond Fund Option: Rs. 10.7601

Reliance Wealth + Health Plan (WHP) - Corporate Bond Fund Option: Rs. 10.0590

Reliance Total Investment Plan Series I (TIPS I)-Corporate Bond Fund Option: Rs. 10.0124

Reliance Total Investment Plan Series II (TIPS II) -Corporate Bond Fund Option: Rs. 10.0110

fund manager's report

This fund was launched in May 07. As on 31st Mar 08, the fund has exposure to corporate bonds to the extent of 60.76%. Around 39.24% is invested in short term bank FDs, CDs and mutual funds to take benefit of higher yields. As interest rates were rising during last two months a higher percentage was invested in short term assets to protect the portfolio.

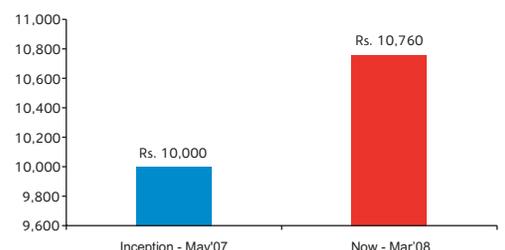
asset allocation

Bond Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

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



fund performance

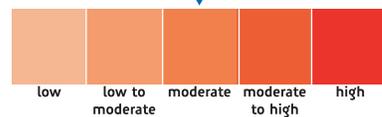
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	5.52%	7.56%	2.79%	2.52%	0.19	1.01
since inception (CAGR)	5.52%	7.56%	2.79%	2.52%	0.19	1.01
date of inception	april, 2007					

*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
----------	-----------------	--------

corporate bonds

5.85% POWER FINAN CORP 01-08-10	8.75	AAA
9.35% LIC HOUSING FINANCE 23-11-14	6.52	AAA
8.65% HDFC LTD 12-09-11	4.80	AAA
8.40% EXIM BANK 28-09-10	4.80	AAA
10% NABARD SR IX 14-05-12	3.33	AAA
9.65% NABARD SR IX 10-09-10	3.28	AAA
9.20% HDFC LTD 09-02-12	3.25	AAA
10% NABARD 18-06-10	2.65	AAA
9.20% IL & FS SR VI 23-04-08	1.64	AAA
9.50% NABARD 29-06-10	1.64	AAA
9.35% IL & FS LTD 22-10-10	1.63	AAA
9% TATA SONS 27-07-10	1.62	AAA
8.50% EXIM BANK 26-09-11	1.59	AAA
7.60% ICICI BANK 30-12-15	1.49	AAA
9.76% IRFC 03-07-12	1.33	AAA
9.50% NABARD SER IX I 15-10-12	0.98	AAA
10.10% POWER GRID CORP. 12-06-11	0.83	AAA
11.03% TML FINANCIAL SERVICES 22-06-09	0.66	AA-
7.20% HDFC LTD 03-06-10	0.63	AAA

total corporate bonds 51.44

gilts

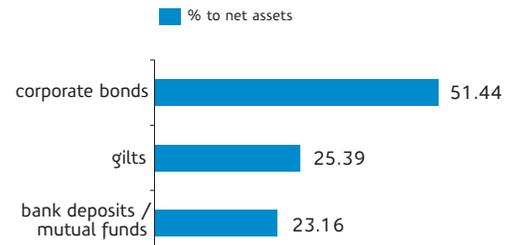
		SOVEREIGN
7.99% GOI 09-07-17	12.38	
9.39% GOI 02-07-11	3.43	
7.27% GOI 03-09-13	3.20	
7.38% GOI 03-09-15	3.20	
364 DAYS TBILL 29-08-08	3.18	

total gilts 25.39

total bank deposits/mutual funds 23.16

total net assets 100.00

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 2.49 years
YTM of debt portfolio: 8.81%

NAV as on March 31, 2008

Reliance Money Guarantee Plan (MGP) - Return Shield Option: Rs. 10.7361

Reliance Secure Child Plan (SCP) - Return Shield Option: Rs. 10.1312

fund manager's report

The fund was launched in April 07. The exposure to gilts was at 25.39% and to corporate bonds was at 51.44% in Mar 08. The exposure to short term assets was kept high at 20.57% to benefit from the high yields on these instruments. We intend to purchase bonds and gilts as and when attractive investments are available. The fund was managed actively during the year in order to take advantage of interest rate movements.

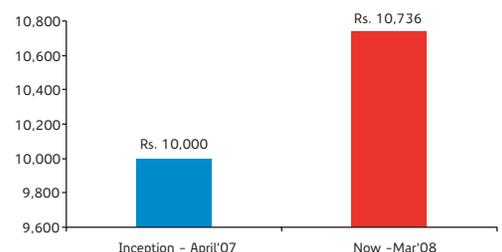
asset allocation

Debt Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

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



fund performance

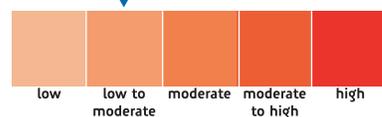
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	may, 2007					

*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

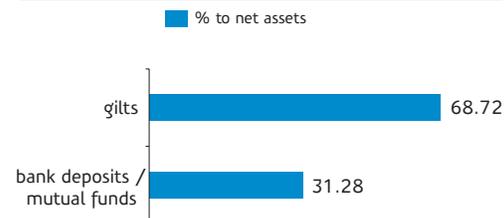
Reliance Total Investment Plan Series I (TIPS I)-Gilt Fund Option: Mar 19, 2007

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

portfolio

security	% to net assets	rating
gilts		
SOVEREIGN		
7.99% GOI 09-07-17	26.97	
5.87% GOI 02-01-10	15.70	
9.39% GOI 02-07-11	11.17	
7.27% GOI 03-09-13	6.31	
8.33% GOI 07-06-36	3.20	
364 DAYS TBILL 29-08-08	3.14	
11.40% GOI 31-08-08	2.13	
9.85% GOI 16-10-15	0.11	
total gilts	68.72	
total bank deposits/mutual funds	31.28	
total net assets	100.00	

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 2.94 years
YTM of debt portfolio: 8.10%

NAV as on March 31, 2008

Reliance Automatic Investment Plan (AIP) - Gilt Fund Option: Rs. 10.4559

Reliance Wealth + Health Plan (WHP) - Gilt Fund Option: Rs. 9.9836

Reliance Total Investment Plan Series I (TIPS I)-Gilt Fund Option: Rs. 9.9398

Reliance Total Investment Plan Series II (TIPS II)-Gilt Fund Option: Rs. 9.9414

fund manager's report

The fund was launched in May 07. As on 31st Mar 08 the allocation to gilts was around 68.72%. The allocation to short term assets like Bank FDs, CDs and MFs was around 31.28% of the portfolio. The fund was managed actively during the year in order to take advantage of interest rate movements. As the fund faces volatile flows, a higher percentage of cash is kept.

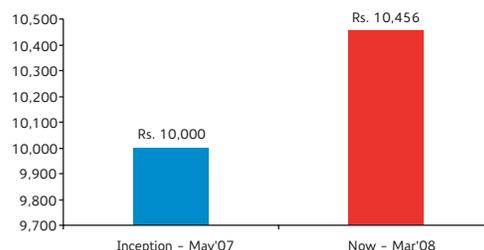
asset allocation

Government Securities: 100%

benchmark construction

I-Sec Composite Sovereign Bond Index:100%

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



ULIP Money Market Fund

details as on March 31, 2008

fund performance

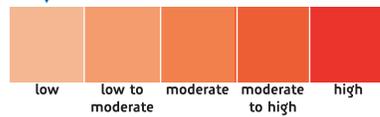
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	data not available as the fund has not completed a period of one year since inception					
date of inception	may, 2007					

*CAGR: Compounded Annual Growth Rate

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

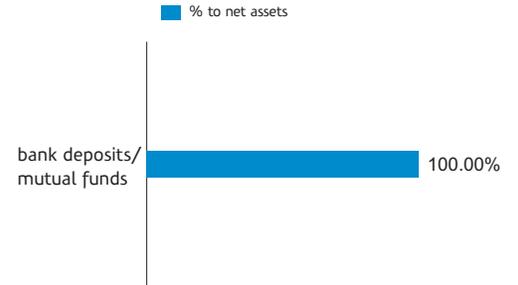
Reliance Total Investment Plan Series I (TIPS I) -Money Market Fund Option: Mar 19, 2008

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

portfolio

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

asset allocation



fund characteristics as on March 31, 2008

M.Duration of debt portfolio:	0.33 years
YTM of debt portfolio:	8.90%

NAV as on March 31, 2008

Reliance Automatic Investment Plan (AIP) - Money Market Fund Option: Rs. 10.6560

Reliance Wealth + Health Plan (WHP) - Money Market Fund Option: Rs. 10.0672

Reliance Total Investment Plan Series I (TIPS I) -Money Market Fund Option: Rs. 10.0158

Reliance Total Investment Plan Series II (TIPS II)-Money Market Fund Option: Rs. 10.0141

fund manager's report

The fund was launched in May 07. Presently the investments of this fund are mostly in Certificate of deposits at around 72% of the portfolio which is giving the highest yield among money market instruments. The balance is in short term assets like CBLO. The fund has outperformed the benchmark during the year.

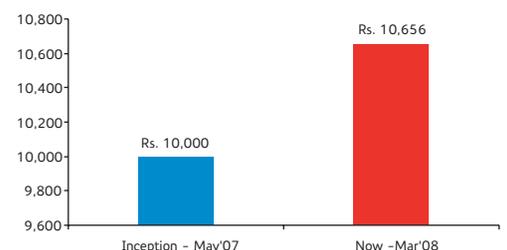
asset allocation

Money Market Instruments : 100%

benchmark construction

CRISIL Liquid Bond Index: 100%

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



fund performance

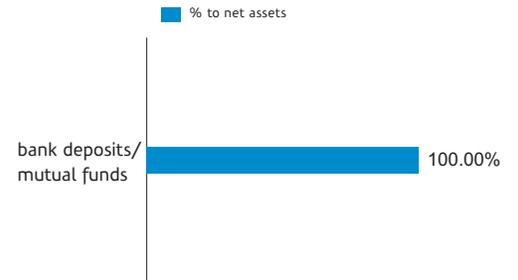
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	9.21%	7.69%	0.27%	0.17%	15.33	15.82
last 2 years (CAGR)	8.18%	7.39%	0.39%	0.16%	8.16	15.01
last 3 years (CAGR)	7.31%	6.85%	0.47%	0.27%	4.93	6.90
since inception (CAGR)	6.35%	5.76%	0.50%	0.44%	2.72	1.72
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

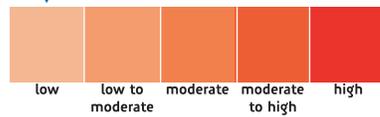
asset allocation



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

Reliance Golden Year Plan (GYP) - Capital Secure Fund Option: Nov 8, 2006

fund characteristics as on March 31, 2008

M.Duration of debt portfolio: 0.08 years
YTM of debt portfolio: 8.70%

NAV as on March 31, 2008

Reliance Market Return Plan (MRP) - Capital Secure Fund Option: Rs. 12.1110

Reliance Golden Year Plan (GYP) - Capital Secure Fund Option: Rs. 12.1069

fund manager's report

The allocation has been changed from 3.88% in gilts and 96.12% in bank deposits as on 31st March 07 to 100% in CDs (Certificate of Deposits) and bank fixed deposits at the end of March 08 to take advantage of high yields in these instruments. The fund thus has been able to outperform its benchmark during the year.

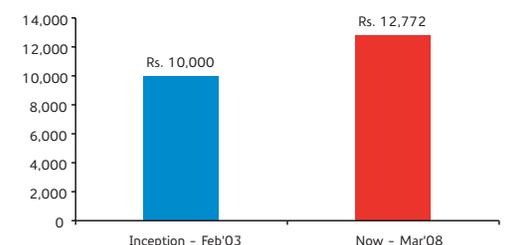
asset allocation

Money Market Instruments :100%

benchmark construction

Yield on 182-day T.Bills

growth of initial investment of Rs 10,000 in MRP



Gross Fund Return

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

Gross Fund Return

This is 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.

Benchmark Return

A benchmark is a standard against which the investment performance of a fund 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.

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. Standard deviation for a particular time period gives us the deviation from the mean returns for that fund during that period. Higher the standard deviation greater is the volatility and therefore, greater is the risk of investing in that fund.

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 the risk point of view.

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

Benchmark Sharpe Ratio

Just as 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.

Modified Duration of Debt Portfolio

Modified Duration indicates the sensitivity of the value of the debt portfolio to any given change in interest rates. Modified duration represents a weighted average of the time periods to maturity. The weights for each time period are equal to the present values of the cash flows in each time periods. Modified duration gives one a 'rule of thumb' – the percentage change in the price of a bond is the duration multiplied by the change in interest rates.

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 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. The fund beta is the sum of the weighted individual stock betas in the portfolio.

investment strategy and risk control

- ✓ 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 on 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.

the analyst

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"

"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."