

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	30th Jan 09	31st Dec 08	Change
Rs./₹	48.88	48.72	-0.16
WPI Inflation	230.50*	230.70	5.64%y-o-y*
Forex Reserves (\$ bn)	247.62	275.56	-27.94bn\$
Oil Price (\$ per Barrel)	44.21	36.17	8.04\$
Gold (Rs. per 10gm)	14240	13570	Rs. 690.00

* As of 17th January 2009

Investments	30th Jan 09	31st Dec 08	Absolute Change
FIIs (Rs Crs)	-4245.30	1750.10	-5995.40
MFs (Rs Crs)	-864.40	340.80	-1205.20

Indices	30th Jan 09	31st Dec 08	% Change
BSE Sensex	9424.24	9647.31	-2.31
S&P CNX Nifty	2874.80	2959.15	-2.85
CNX Mid Cap	3357.35	3735.60	-10.13
BSE Small Cap	3339.05	3683.11	-9.34

Global Indices	30th Jan 09	31st Dec 08	% Change
Dow Jones	8000.86	8776.39	-8.84
FISE 100	4149.64	4392.68	-5.53
Hang Seng	13278.21	14387.48	-7.71
Nikkei	7994.05	8859.56	-9.77

Sectoral Indices	30th Jan 09	31st Dec 08	% Change
CNX Infrastructure	2356.86	2579.24	-8.62
CNX Energy	6014.17	5870.89	2.44
BSE Capital Goods	6256.61	6911.12	-9.47
BSE Bankex	4900.06	5454.54	-10.17
BSE Oil & Gas	6252.46	6050.04	3.35
BSE IT	2236.51	2227.96	0.38

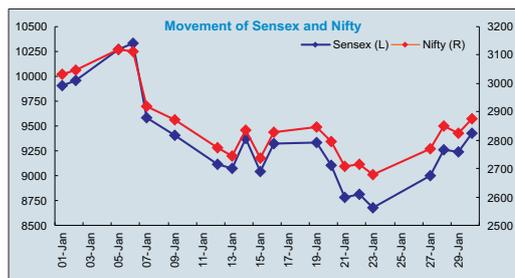
Fixed Income Indicators	30th Jan 09	31st Dec 08	Absolute Change
NSE Mibor	4.25	5.27	-1.02
91 Day T-Bill	4.68	5.04	-0.36
182 Day T-Bill	4.65	5.36	-0.71
1 year GOI Benchmark	4.57	5.03	-0.46
5 Year GOI Benchmark	5.97	5.41	0.56
5 Year Corp Bond Benchmark	8.80	8.60	0.20
10 Year GOI Benchmark	6.04	5.26	0.78
10 Year US Benchmark	2.85	2.22	0.63

fund snapshot

asset allocation	funds	gross return (CAGR*) (%) as on January 31, 2009				date of inception
		last 1 year	last 2 years	last 3 years	since inception	
100% equity	ULIP Equity	-43.29%	N.A.	N.A.	-42.08%	October, 2007
100% pure equity	ULIP Pure Equity	N.A.	N.A.	N.A.	N.A.	December, 2008
100% equity	ULIP Infrastructure	N.A.	N.A.	N.A.	N.A.	December, 2008
100% equity	ULIP Energy	N.A.	N.A.	N.A.	N.A.	December, 2008
100% equity	ULIP Midcap	N.A.	N.A.	N.A.	N.A.	December, 2008
40% equity, 60% debt	ULIP Growth	-15.62%	-2.03%	3.57%	8.59%	August, 2004
20% equity, 80% debt	ULIP Balanced	-3.29%	4.26%	6.48%	9.61%	February, 2003
100% bond instruments	ULIP Corporate Bond	10.75%	N.A.	N.A.	10.63%	October, 2007
100% debt instrument	ULIP Pure Debt	N.A.	N.A.	N.A.	N.A.	October, 2008
100% govt. securities	ULIP Gilt	8.31%	N.A.	N.A.	8.75%	October, 2007
100% money market instruments	ULIP Money Market	11.59%	N.A.	N.A.	11.37%	November, 2007
100% money market instruments	ULIP Capital Secure	10.49%	9.47%	8.50%	6.85%	February, 2003

*CAGR: Compounded Annual Growth Rate

equity market update - Jan 2009



Indian Economy

D-street was torn between bulls and bears at the start of the month before bears finally took over though the downside was firmly supported above the psychological 9000 mark, creating a period of volatility. BSE Sensex closed the month at 9424.24, shedding 223.07 points or 2.31%. In the broader markets, Nifty ended at 2874.80, losing 84.35 points or 2.85%. Interest rate sensitive sectors under performed the most - BSE Realty index tumbled 26.65% followed by Bankex, which fell 10.17%. However, auto was up 2.27%, supported by the cut in the motor fuel prices that raised anticipation of higher demand. Among other gainers, oil & gas was up 3.35%.

The year kicked off on a positive note taking cues from the second stimulus package unveiled by the government and further CRR, LAF rate cuts announced by the RBI seeking to plug the slowing economy. The recovery was however smashed by the Satyam disaster that forced the market attention towards the issue of corporate governance even as the market had its hands full amid one of the worst ever economic slowdown globally. The government's intervention gradually helped sentiment to improve from the Satyam debacle. The mood was further boosted when certain entities showed interest in picking up stake/s in the company.

On the economic front, unexpected growth in IIP (Index of Industrial Production) failed to spur buying activity while the market also chose to shrug off a marginal rise in the WPI inflation rate. The overall mood remained sluggish with sporadic bouts of buying prompted in part by global cues. The thwarting of fresh rate-cut expectations continually weighed on sentiment.

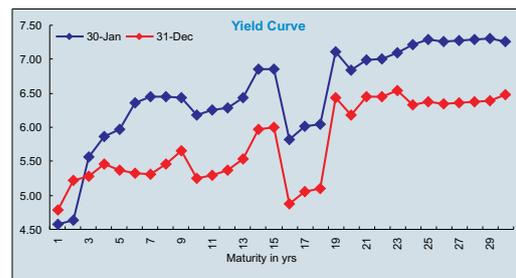
The Q3 earnings season was overall mixed, showing the expected impact on corporate balance sheets from low demand, falling inventory valuations and higher cost of credit. Among the few positive surprises were Infosys with a 33% y-o-y rise in net profits while RIL profit fell 10% but was as per expectations. Banking major SBI's net profit rose by 37.03% while ICICI bank reported below-expectation earnings, mainly hit by rise in NPAs and fall in credit deposits. Majors like DLF, Unitech and Tata Motors justified the deepest fears of the market with bad results.

FIIs were net sellers of equities to the tune of Rs. 4245.30 crore after staging a comeback in December with net purchases worth Rs. 1750 crore.

Outlook:

Markets in the month of January were volatile primarily due to uncertainty regarding Q3FY09 results. Most of the companies reported results as per expectations with few major surprises. RBI's monetary policy also was a no show with key banking rates being kept constant. In the coming month there will be lack of domestic triggers other than Vote On Account expected in Mid-Feb in which no major policy changes are expected. Markets are expected to be volatile and would take cues from the global markets for direction.

debt market update - Jan 2009



Debt Market

The yield curve moved in a wide range with the 10-year benchmark yield falling to as low as 5.07% at the start of the month backed by interest rate cuts before disappointment from a silent RBI policy on January 27 prompted a reversal in the six month long rally. The 10-year yield jumped 92 bps in the month after having fallen 254 bps in 2008.

The RBI in its third quarter policy review kept all its policy rates unchanged - repo rate at 5.5%, reverse repo rate at 4.0%, and CRR and SLR at 5.0% and 24.0% of NDTL (net demand and time liability), respectively. However, the policy stance remained unchanged with focus on provision of liquidity, economic growth, and financial stability taking precedence over price stability. Earlier on January 2, the RBI had cut the LAF rates by 1% and eased CRR by 0.50%, releasing Rs.20,000 crore into the system.

Selling pressure was triggered after the government announced an unexpected increase in the market borrowing programme (January 6). RBI in its quarterly review affirmed the increase/change in borrowing programme, infusing a higher degree of uncertainty even as traders fretted over ballooning fiscal deficit. The government on January 6 raised the borrowing target for the fourth quarter (January-March 2009) to Rs.50,000 crore from Rs.35,000 crore to garner funds for meeting rising expenses.

Meanwhile, macro factors overall continued supporting debt market but bonds appeared to have hit a ceiling. Liquidity conditions were ample allowing overnight cash rates to hold well-below 5%. Lower demand on account of adequate cash was reflected by the increase in the LAF reverse repo bids that rose to above Rs.50,000 crore. Additionally, minor rise in WPI inflation rate was easily shrugged off as medium term inflation outlook remained benign.

The 5-year AAA yield ended at 8.80% from 8.60%. The credit spread however narrowed to 280 bps from 316 bps. Traders in the corporate bond market awaited clarity to emerge over the rate cut view after the impact from the additional borrowing settled down but sentiments remained mixed following uncertain comments from the government officials.

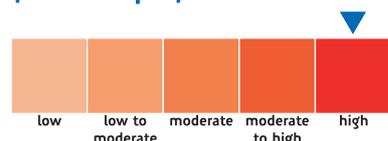
Outlook:

During the month, yields may remain under pressure in the first fortnight of the month. We expect the 10yr Benchmark G-sec to remain in the range of 5.50%-6.25%. Inflation, after showing two weeks of up tick, is expected to change its course and soften during the month. Going forward, we expect the liquidity situation to remain comfortable. The spread between G-sec and corporate bonds is expected to remain at the current levels.

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

Reliance Group Leave Encashment (GLE) - Equity Fund Option

Reliance Group Savings Linked Insurance (GSLI) - Equity Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 85.09%.

target asset allocation

Equity: 100%

benchmark construction

S&P CNX Nifty: 100%

ULIP Equity Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-43.29%	-44.04%	34.46%	36.54%	-1.40	-1.34
since inception (CAGR)	-42.08%	-43.74%	34.87%	35.72%	-1.35	-1.36
date of inception	october, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets 1-yr beta

equity

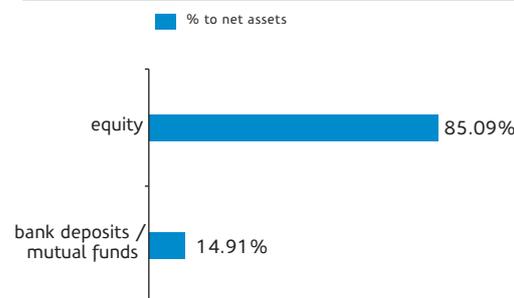
OIL REFINERIES	16.45	
RELIANCE INDUSTRIES LTD	9.21	1.23
OIL & NATURAL GAS CORPORATION LTD	3.87	0.85
BHARAT PETROLEUM CORP LTD	1.08	0.61
HINDUSTAN PETROLEUM CORPORATION LTD FV10	1.07	0.70
RELIANCE PETROLEUM LTD	0.68	1.06
INDIAN OIL CORPORATION LTD	0.53	0.68
BANKING & FINANCE	15.60	
STATE BANK OF INDIA	5.64	1.07
HOUSING DEVELOPMENT FINANCE CORPORATION	2.46	1.22
ICICI BANK LTD	2.38	1.58
HDFC BANK	2.24	1.00
BANK OF BARODA	1.47	0.85
PUNJAB NATIONAL BANK	1.39	0.89
CAP GOODS / ENGINEERING	8.69	
BHARAT HEAVY ELECTRICALS LTD	3.31	1.05
LARSEN & TOUBRO LTD FV 2	2.62	1.11
CUMMINS INDIA LTD FV 2	0.93	0.56
ABB LTD FV 2	0.71	0.89
ALSTOM PROJECTS INDIA LTD	0.70	1.01
SIEMENS LTD FV 2	0.43	0.99
IT	8.49	
INFOSYS TECHNOLOGIES LTD FV 5	4.26	0.71
TATA CONSULTANCY SERVICES LTD	3.33	0.83
WIPRO LTD	0.91	0.98
POWER	7.03	
NTPC LTD	2.82	0.87
TATA POWER FV 10	2.50	1.02
AREVA T & D INDIA LTD	1.22	0.90
SUZLON ENERGY LTD	0.49	1.53
FMCG	6.91	
ITC LTD FACE VALUE INR 1	3.51	0.54
HINDUSTAN UNILEVER LTD FV 1	3.40	0.48
PHARMACEUTICALS	5.74	
DIVIS LABORATORIES LTD.	2.22	0.85
CIPLA LTD FV 2	1.58	0.51
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	1.07	0.26
RANBAXY LABORATORIES LTD FV 5/-	0.86	0.65
TELECOM	4.12	
BHARTI AIRTEL LTD	4.12	0.92
METALS	4.11	
STEEL AUTHORITY OF INDIA LTD	1.94	1.24
TATA STEEL LTD	1.05	1.34
STERLITE INDUSTRIES LTD FV 2	0.66	1.24
HINDALCO INDUSTRIES LTD FV INR 1	0.31	1.18
NATIONAL ALUMINIUM COMPANY LTD	0.14	0.92
AUTOMOBILES	2.25	
MARUTI SUZUKI INDIA LTD	1.26	0.67
BAJAJ AUTO LTD NEW	0.89	0.49
MAHINDRA & MAHINDRA LTD	0.10	0.92
OIL EXPLORATION	1.77	
CAIRN INDIA LTD	1.77	1.01
GAS	1.71	
GAIL (INDIA) LTD	1.71	0.82
CEMENT & CEMENT PRODUCTS	1.02	
GRASIM INDUSTRIES LTD FV 10	0.74	0.71
ACC LTD	0.28	0.69
HOTELS	0.51	
INDIAN HOTELS CO. LTD	0.51	0.62
FERTILIZERS	0.29	
GUJARAT STATE FERTILIZERS & CHEMICALS LTD	0.17	0.76
GUJARAT NARMADA VALLEY FERTILISERS CO. LTD	0.12	0.93
CONSTRUCTION	0.21	
IVRCL INFRASTRUCTURES & PROJECTS LTD	0.21	1.44
AUTO ANCILLARY	0.18	
AUTOMATIVE AXLES	0.18	0.48

total equity 85.09

total bank deposits/mutual funds 14.91

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

Fund Beta 0.93

NAV as on Jan 31, 2009

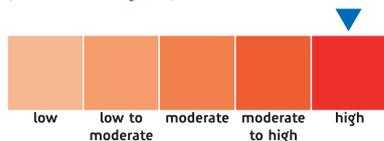
Reliance Group Leave Encashment (GLE) - Equity Fund Option: Rs. 4.9006

Reliance Group Savings Linked Insurance (GSLI) - Equity Fund Option: Rs. 9.8459

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

Reliance Group Savings Linked Insurance(GSLI) -Pure Equity Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 91.35%.

target asset allocation

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

fund performance as on January 31, 2009

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 the not completed a period of one year since inception					
date of inception	december, 2008					

*CAGR: Compounded Annual Growth Rate

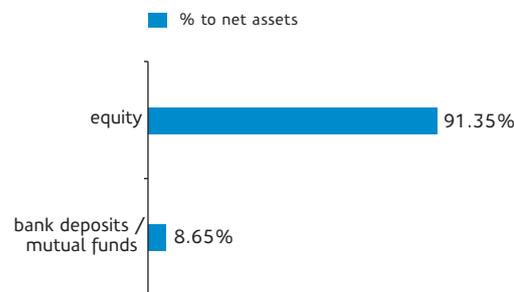
portfolio as on January 31, 2009

security % to net assets 1-yr beta

equity

OIL REFINERIES	17.22	
RELIANCE INDUSTRIES LTD	8.83	1.23
OIL & NATURAL GAS CORPORATION LTD.	6.35	0.85
RELIANCE PETROLEUM LTD	2.04	1.06
POWER	14.36	
NTPC LTD	8.79	0.87
TATA POWER FV 10	3.89	1.02
AREVA T & D INDIA LTD	1.35	0.90
SUZLON ENERGY LTD	0.34	1.53
IT	12.35	
INFOSYS TECHNOLOGIES LTD FV 5	9.26	0.71
WIPRO LTD.	2.18	0.98
HCL TECHNOLOGIES LTD FV 2	0.91	0.99
CAP GOODS / ENGINEERING	11.93	
LARSEN & TOUBRO LTD FV 2	3.99	1.11
BHARAT HEAVY ELECTRICALS LTD	3.48	1.05
CUMMINS INDIA LTD FV 2	1.18	0.56
ALSTOM PROJECTS INDIA LTD.	1.02	1.01
CROMPTON GREAVES LTD NEW FV 2	0.90	1.03
SIEMENS LTD FV 2	0.69	0.99
ABB LTD FV 2	0.68	0.89
TELECOM	9.29	
BHARTI AIRTEL LTD	9.29	0.92
PHARMACEUTICALS	6.95	
DIVIS LABORATORIES LTD	2.98	0.85
CIPLA LTD FV 2	2.02	0.51
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	1.29	0.26
RANBAXY LABORATORIES LTD. FV 5/-	0.66	0.65
METALS	5.00	
STEEL AUTHORITY OF INDIA LTD	2.02	1.24
STERLITE INDUSTRIES LTD FV 2	1.05	1.24
JINDAL STEEL AND POWER LTD	1.01	1.24
NATIONAL ALUMINIUM COMPANY LTD	0.92	0.92
AUTOMOBILES	4.34	
MARUTI SUZUKI INDIA LTD.	2.86	0.67
MAHINDRA & MAHINDRA LTD	1.08	0.92
TATA MOTORS LTD.	0.39	1.04
FMCG	2.69	
HINDUSTAN UNILEVER LTD FV 1	2.69	0.48
CEMENT & CEMENT PRODUCTS	1.90	
GRASIM INDUSTRIES LTD FV 10	1.02	0.71
ACC LTD	0.87	0.69
OIL EXPLORATION	1.58	
CAIRN INDIA LTD	1.58	1.01
CONSTRUCTION	1.28	
JAIPRAKASH ASSOCIATES LTD	0.96	1.80
GAMMON INDIA LTD FACE VALUE 2	0.32	0.69
LOGISTICS	1.26	
CONTAINER CORPORATION OF INDIA LTD	1.26	0.31
GAS	1.14	
GAIL (INDIA) LTD	1.14	0.82
REAL ESTATE	0.05	
UNITECH LTD FV 2	0.05	1.70
total equity	91.35	
total money market instruments	8.65	
total net assets	100.00	

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

Beta of equity portfolio: 0.91

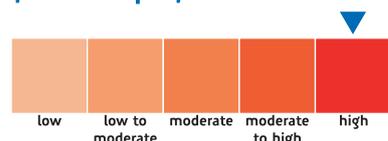
NAV as on Jan 31, 2009

Reliance Group Savings Linked Insurance(GSLI) - Pure Equity Fund Option: Rs. 9.6322

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

Reliance Group Savings Linked Insurance- (GSLI) Infrastructure Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 79.86%.

target asset allocation

Equity: 100%

benchmark construction

CNX Infrastructure Index: 100%

ULIP Infrastructure Fund

fund performance as on January 31, 2009

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 the not completed a period of one year since inception					
date of inception	december, 2008					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets 1-yr beta

equity

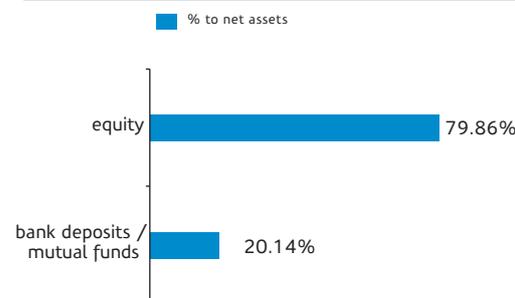
POWER	26.21	
NTPC LTD	20.16	0.87
TATA POWER FV 10	2.62	1.02
NEYVELI LIGNITE CORPORATION LTD	2.33	1.47
SUZLON ENERGY LTD	1.10	1.53
TELECOM	19.45	
BHARTI AIRTEL LTD	17.36	0.92
TATA COMMUNICATIONS LTD	1.45	0.99
RELIANCE COMMUNICATIONS LTD FV - 5	0.64	1.45
CAP GOODS / ENGINEERING	18.63	
BHARAT HEAVY ELECTRICALS LTD	8.12	1.05
LARSEN & TOUBRO LTD FV 2	6.40	1.11
ABB LTD FV 2	1.29	0.89
SIEMENS LTD FV 2	1.26	0.99
CROMPTON GREAVES LTD NEW FV 2	1.06	1.03
PUNJ LLOYD LTD FV 2	0.51	1.25
OIL REFINERIES	4.30	
RELIANCE INDUSTRIES LTD	4.30	1.23
TEXTILE	2.35	
ADITYA BIRLA NUVO LTD	2.35	0.82
CONSTRUCTION	2.30	
GMR INFRASTRUCTURE LTD FV 2	1.28	1.28
JAIPRAKASH ASSOCIATES LTD	0.79	1.80
IVRCL INFRASTRUCTURES & PROJECTS LTD.	0.23	1.44
BANKING & FINANCE	2.05	
HOUSING DEVELOPMENT FINANCE CORP	1.37	1.22
INFRASTRUCTURE DEV FINANCE COMPANY LTD.	0.68	1.43
METALS	1.24	
TATA STEEL LTD	0.77	1.34
NATIONAL ALUMINIUM COMPANY LTD	0.47	0.92
LOGISTICS	1.14	
CONTAINER CORPORATION OF INDIA LTD	1.14	0.31
CEMENT & CEMENT PRODUCTS	0.71	
GRASIM INDUSTRIES LTD FV 10	0.71	0.71
SHIPPING	0.50	
SHIPPING CORPORATION OF INDIA LTD	0.50	0.88
HOTELS	0.49	
INDIAN HOTELS CO. LTD.	0.49	0.62
REAL ESTATE	0.49	
UNITECH LTD FV 2	0.49	1.70

total equity 79.86

total bank deposits/mutual funds 20.14

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

Fund Beta 1.01

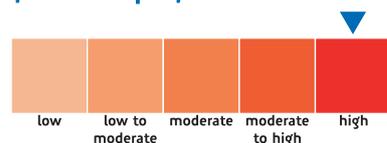
NAV as on Jan 31, 2009

Reliance Group Savings Linked Insurance- (GSLI) Infrastructure Fund Option: Rs. 9.5125

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

Reliance Group Savings Linked Insurance (GSLI) - Energy Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 83.20%.

target asset allocation

Equity: 100%

benchmark construction

CNX Energy Index: 100%

ULIP Energy Fund

fund performance as on January 31, 2009

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	december, 2008					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets 1-yr beta

equity

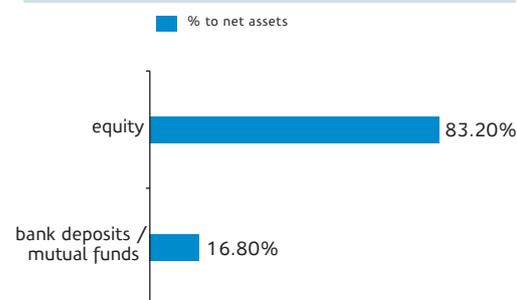
OIL REFINERIES	49.79	
RELIANCE INDUSTRIES LTD	25.00	1.23
OIL & NATURAL GAS CORPORATION LTD.	16.65	0.85
RELIANCE PETROLEUM LTD	4.52	1.06
INDIAN OIL CORPORATION LTD	2.66	0.68
BHARAT PETROLEUM CORP LTD	0.96	0.61
POWER	22.70	
NTPC LTD	18.18	0.87
TATA POWER FV 10	2.58	1.02
POWER GRID CORPORATION OF INDIA LTD	1.95	0.90
OIL EXPLORATION	3.64	
CAIRN INDIA LTD	3.64	1.01
GAS	2.96	
GAIL (INDIA) LTD	2.96	0.82
CAP GOODS / ENGINEERING	1.65	
BHARAT HEAVY ELECTRICALS LTD	0.90	1.05
LARSEN & TOUBRO LTD FV 2	0.42	1.11
CUMMINS INDIA LTD FV 2	0.32	0.56
BANKING & FINANCE	1.25	
POWER FINANCE CORPORATION LTD	1.25	0.88
METALS	0.65	
JINDAL STEEL AND POWER LTD	0.65	1.24
FMCG	0.55	
EVEREST KANTO CYLINDER LTD	0.55	0.73

total equity 83.20

total bank deposits/mutual funds 16.80

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

Fund Beta 0.99

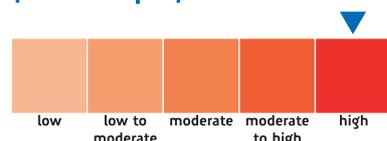
NAV as on Jan 31, 2009

Reliance Group Savings Linked Insurance (GSLI) - Energy Fund Option: Rs. 9.8821

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

Reliance Group Savings Linked Insurance (GSLI) - Midcap Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 73.11%.

target asset allocation

Equity: 100%

benchmark construction

Nifty Midcap 50: 100%

ULIP Midcap Fund

fund performance as on January 31, 2009

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	december, 2008					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets 1-yr beta

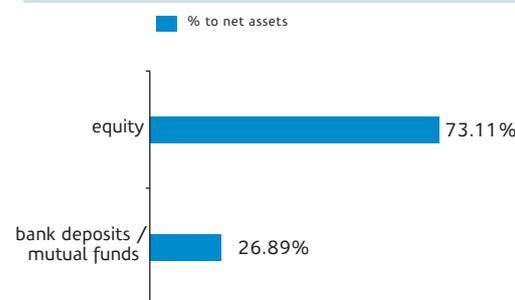
equity

BANKING & FINANCE	9.08	
CORPORATION BANK	1.68	0.69
SYNDICATE BANK LTD.	1.55	0.69
ANDHRA BANK LTD	1.49	0.78
ALLAHABAD BANK	1.46	0.83
CANARA BANK	1.23	0.80
FEDRAL BANK LTD	1.03	0.71
JAMMU & KASHMIR BANK LTD	0.65	0.54
PHARMACEUTICALS	8.87	
LUPIN LTD	3.42	0.47
DIVIS LABORATORIES LTD	3.06	0.85
WOCKHARDT LTD.	0.87	0.62
JUBILANT ORGANOSYS LTD	0.78	0.33
PIRAMAL HEALTHCARE LTD	0.73	0.44
FMCG	7.36	
TITAN INDUSTRIES LTD	3.27	0.95
TATA TEA LTD	2.58	0.55
MARICO LTD FV 1	1.52	0.46
CAP GOODS / ENGINEERING	6.96	
LARSEN & TOUBRO LTD FV 2	1.65	1.11
PUNJ LLOYD LTD FV 2	1.33	1.25
ALSTOM PROJECTS INDIA LTD.	1.26	1.01
BEML LTD	1.19	0.65
VOLTAS LTD FV INR 1	0.91	1.00
AIA ENGINEERING LTD	0.61	0.55
POWER	5.47	
TATA POWER FV 10	2.49	1.02
CESC LTD	1.95	0.85
LANCO INFRA TECH LTD	1.03	1.66
IT	4.94	
MPHASIS LTD	1.91	0.74
ROLTA INDIA LTD	1.38	0.99
TATA CONSULTANCY SERVICES LTD	0.84	0.83
MOSER BAER INDIA LTD	0.81	1.19
CEMENT & CEMENT PRODUCTS	4.65	
INDIA CEMENTS LTD	1.99	0.99
SHREE CEMENT LTD.	1.43	0.52
BIRLA CORPORATION LTD	0.78	0.92
KESORAM INDUSTRIES LTD	0.45	0.77
OIL REFINERIES	4.15	
RELIANCE INDUSTRIES LTD	2.10	1.23
CHENNAI PETROLEUM CORPORATION LTD	1.26	0.70
RELIANCE PETROLEUM LTD	0.80	1.06
CONSTRUCTION	4.07	
HINDUSTAN CONST COMPANY LTD FV 1	1.35	1.37
IVRCL INFRASTRUCTURES & PROJECTS LTD.	1.02	1.44
NAGARJUNA CONSTRUCTION CO LTD FV 2	0.86	1.24
PATEL ENGINEERING LTD	0.84	1.10
SHIPPING	3.99	
SHIPPING CORPORATION OF INDIA LTD	2.29	0.88
GREAT EASTERN SHIPPING COMPANY LTD.	1.70	1.09
FERTILISERS	2.35	
TATA CHEMICALS LTD.	2.35	0.90
TELECOM	2.31	
TATA TELESERVICES (MAHARASHTRA) LTD	2.31	0.91
LOGISTICS	1.77	
CONTAINER CORPORATION OF INDIA LTD	1.77	0.31
GAS	1.44	
PETRONET LNG LTD	1.44	1.04
AUTO ANCILLARY	1.31	
EXIDE INDUSTRIES LTD	0.87	0.52
AMTEK AUTO LTD FV 2	0.44	0.77
AUTOMOBILES	1.30	
ASHOK LEYLAND LTD FV 1	1.30	0.68
REAL ESTATE	1.12	
BOMBAY DYEING & MFG COMPANY LTD	0.47	1.46
PENINSULA LAND LTD	0.36	1.57
ANSAL PROPERTIES AND INFRASTRUCTURE LTD	0.30	1.49
PIPES	0.79	
MAHARASHTRA SEAMLESS LTD FV 5	0.79	0.94
SUGAR	0.54	
BAJAJ HINDUSTAN LTD FV INR 1	0.54	1.39
HOTELS	0.47	
HOTEL LEELA VENTURE LTD FV 2	0.47	0.86
RETAIL	0.17	
VISHAL RETAIL LTD	0.17	0.56
total equity	73.11	

total bank deposits/mutual funds 26.89

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

Fund Beta 0.87

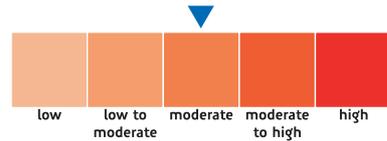
NAV as on Jan 31, 2009

Reliance Group Savings Linked Insurance (GSLI) - Midcap Fund Option: Rs. 9.3166

fund objective

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

fund risk profile



products

Reliance Group Gratuity (GGP) - Growth Fund Option:

Reliance Group Superannuation (GSP) - Growth Fund Option:

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 34.62%.

The allocation to corporate bonds was increased to 48.63% from 45.06% in order to take advantage of higher spreads in corporate bonds. The allocation to the G-sec was slightly increased to 6.60% from 6.17%. Accordingly the allocation to short term bank deposits and CDs/CPs was decreased to 10.16% from 17.76%.

target asset allocation

Debt.: 60%
Equity: 40%

benchmark construction

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

ULIP Growth Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-15.62%	-14.47%	16.06%	15.44%	-1.28	-1.26
last 2 years (CAGR)	-2.03%	-0.31%	14.94%	14.61%	-0.47	-0.36
last 3 years (CAGR)	3.57%	5.29%	13.14%	12.82%	-0.11	0.02
since inception (CAGR)	8.59%	9.80%	11.67%	11.42%	0.31	0.42
date of inception	august, 2004					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

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

9.68% IRFC 03-07-2010	4.07	AAA
8.25% IDBI OMNI BOND SER III 26-05-2011	3.59	AA+
11.15% POWER FINANCE CORP LTD 15-09-2011	3.20	AAA
10.35% HDFC LTD 16-05-2017	3.04	AAA
9.50% NABARD NPS BONDS SR IX 1 15-10-2012	3.04	AAA
9.58% EXIM BANK OF INDIA 04-09-2010	3.04	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	2.99	AAA
8.95% HDFC LTD 29-10-2010	2.75	AAA
11% POWER FINANCE CORP LTD 15-09-2018	2.71	AAA
7.15% IND OIL BOND 10-06-2012	2.34	AAA
11.40% POWER FINANCE CORP LTD 28-11-2013	1.99	AAA
7.39% POWER GRID CORP 22-09-2011	1.88	AAA
9.50% INDIAN HOTEL CO LTD 28-02-2012	1.84	AA+
9.80% TATA STEEL LTD 07-05-2011	1.83	AA
9.35% HDFC LTD 09-11-2009	1.82	AAA
8.45% IRFC 26-12-2018	1.76	AAA
10.90% RECL LTD 14-08-2013	1.62	AAA
11.10% POWER FINANCE CORP LTD 15-09-2013	1.31	AAA
9.90% TATA SONS LTD 20-05-2011	1.25	AAA
9.05% EXIM BANK LTD 06-11-2010	1.22	AAA
11.45% RELIANCE IND LTD TRAN 2 25-11-2013	1.00	AAA
10.60% IRFC 11-09-2018	0.34	AAA

total corporate bonds 48.63

gilts

		SOVEREIGN
7.44% GOI SPL OIL BOND 2012 23-03-2012	2.66	
6.96% GOI OIL COMPANIES SPLBD 30-03-09	1.21	
5.48% GOI 12-06-2009	1.21	
5.87% GOI 02-01-2010	0.79	
8.24% GOI 22-04-2018	0.69	
8.35% GOI 2022 14-05-2022	0.02	

total gilts 6.60

equity

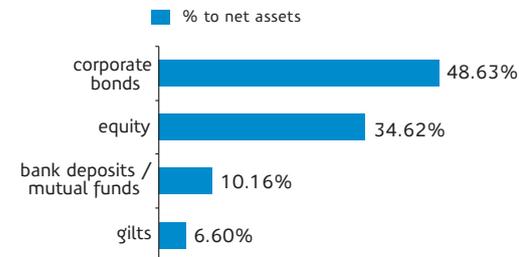
OIL REFINERIES	6.59	
RELIANCE INDUSTRIES LTD	3.50	1.23
OIL & NATURAL GAS CORPORATION LTD.	1.61	0.85
BHARAT PETROLEUM CORP LTD	0.56	0.61
RELIANCE PETROLEUM LTD	0.41	1.06
HINDUSTAN PETROLEUM CORPORATION LTD FV10	0.32	0.70
INDIAN OIL CORPORATION LTD	0.18	0.68
BANKING & FINANCE	6.13	
STATE BANK OF INDIA	2.15	1.07
HDFC	1.05	1.22
HDFC BANK	0.93	1.00
ICICI BANK LTD	0.80	1.58
BANK OF BARODA	0.65	0.85
FEDERAL BANK LTD	0.38	0.71
AXIS BANK LTD	0.16	1.27
IT	3.36	
INFOSYS TECHNOLOGIES LTD FV 5	1.74	0.71
TATA CONSULTANCY SERVICES LTD	1.34	0.83
WIPRO LTD.	0.28	0.98
CAP GOODS / ENGINEERING	3.08	
BHARAT HEAVY ELECTRICALS LTD	1.28	1.05
LARSEN & TOUBRO LTD FV 2	0.99	1.11
CUMMINS INDIA LTD FV 2	0.24	0.56
ALSTOM PROJECTS INDIA LTD.	0.22	1.01
CROMPTON GREAVES LTD NEW FV 2	0.20	1.03
SIEMENS LTD FV 2	0.15	0.99
POWER	2.97	
NTPC LTD	1.27	0.87
TATA POWER FV 10	1.17	1.02
AREVA T & D INDIA LTD	0.39	0.90
SUZLON ENERGY LTD	0.14	1.53
TELECOM	2.38	
BHARTI AIRTEL LTD	2.13	0.92
RELIANCE COMMUNICATIONS LTD FV - 5	0.25	1.45
PHARMACEUTICALS	2.28	
DIVIS LABORATORIES LTD	0.82	0.85
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.50	0.26
CIPLA LTD FV 2	0.47	0.51
RANBAXY LABORATORIES LTD. FV 5/-	0.29	0.65
JUBILANT ORGANOSYS LTD	0.19	0.33
FMCG	2.03	
HINDUSTAN UNILEVER LTD FV 1	1.40	0.48
ITC LTD FACE VALUE INR 1	0.64	0.54
METALS	1.41	
TATA STEEL LTD	0.57	1.34
STEEL AUTHORITY OF INDIA LTD	0.48	1.24
STERILITE INDUSTRIES LTD FV 2	0.23	1.24
HINDALCO INDUSTRIES LTD FV INR 1	0.08	1.18
NATIONAL ALUMINIUM COMPANY LTD	0.06	0.92
AUTOMOBILES	1.30	
MARUTI SUZUKI INDIA LTD.	0.60	0.67
BAJAJ AUTO LTD NEW	0.35	0.49
MAHINDRA & MAHINDRA LTD	0.27	0.92
TATA MOTORS LTD.	0.07	1.04
OIL EXPLORATION	0.75	
CAIRN INDIA LTD	0.75	1.01
GAS	0.69	
GAIL (INDIA) LTD	0.69	0.82
CEMENT & CEMENT PRODUCTS	0.63	
GRASIM INDUSTRIES LTD FV 10	0.34	0.71
ACC LTD	0.29	0.69
LOGISTICS	0.32	
CONTAINER CORPORATION OF INDIA LTD	0.32	0.31
CONSTRUCTION	0.32	
JAIPRAKASH ASSOCIATES LTD	0.23	1.80
IVRCL INFRASTRUCTURES & PROJECTS LTD.	0.05	1.44
GAMMON INDIA LTD FACE VALUE 2	0.03	0.69
RETAIL	0.24	
PANTALOON RETAIL INDIA LTD FV 2	0.22	0.81
PANTALOON RETAIL INDIA LTD CLASS B EQUITY SHARES	0.02	0.81
TEXTILE	0.13	
ADITYA BIRLA NUVO LTD	0.13	0.82

total equity 34.62

total bank deposits/mutual funds 10.16

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

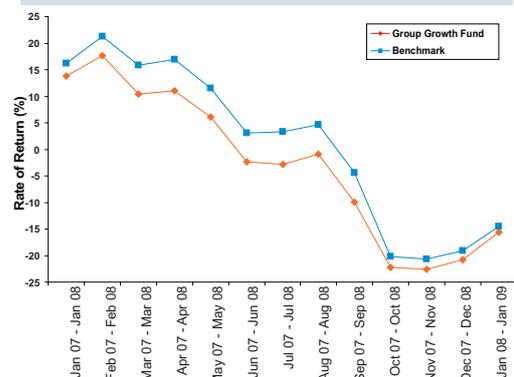
M.Duration of debt portfolio: 2.28 years
YTM of debt portfolio: 8.60%
Beta of equity portfolio: 0.93

NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) - Growth Fund Option: Rs. 9.4525

Reliance Group Superannuation (GSP) - Growth Fund Option: Rs. 7.9723

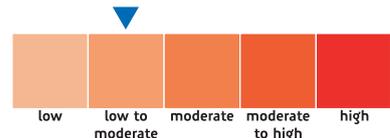
rolling yearly performance



fund objective

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

fund risk profile



products

Reliance Group Gratuity – Balanced Fund Option

Reliance Group Superannuation – Balanced Fund Option

Reliance Group Savings Linked Insurance (GSLI) – Balanced Fund Option

fund manager's report

The Month of January saw markets ending in the red. The uncertainty regarding the quarterly results remained. Having a cautious approach, holding in equity was kept at 17.01%.

The allocation to gilts was increased to 13.50% from 12.72%, as we are expecting interest rates to soften further in near future. The exposure in corporate bonds was increased to 58.80% from 56.42%. This was mainly done to take advantage of higher spreads in corporate bonds. Accordingly, exposure in short-term bank deposits and CDs/CPs has been decreased from 16.19% to 10.68%. However we propose to buy long term gilts and bonds as and when attractive opportunities are available.

target asset allocation

Debt.: 80%
Equity: 20%

benchmark construction

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

ULIP Balanced Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-3.29%	-2.87%	9.54%	8.58%	-0.87	-0.92
last 2 years (CAGR)	4.26%	4.47%	8.52%	7.90%	-0.09	-0.07
last 3 years (CAGR)	6.48%	6.75%	7.39%	6.83%	0.20	0.26
since inception (CAGR)	9.61%	8.56%	5.88%	5.69%	0.78	0.63
date of inception		february, 2003				

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

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

11.45% RELIANCE INDUSTRIES LTD 25-11-2013	5.72	AAA
11.45% RELIANCE IND LTD TRAN 2 25-11-2013	5.07	AAA
11.40% POWER FINANCE CORP LTD 28-11-2013	2.60	AAA
10.95% RECL LTD 14-08-2011	2.49	AAA
9.90% TATA SONS LTD 20-05-2011	2.44	AAA
8.50% EXIM BANK LTD 12-09-2011	2.36	AAA
8.95% HDFC LTD 16-01-2011	2.15	AAA
9.65% NABARD SR IX G 10-09-2010	1.93	AAA
9.50% NABARD NPS BONDS SR IX I 15-10-2012	1.92	AAA
9.80% ICICI BANK LTD 10-02-2013	1.84	AAA
9.50% INDIAN HOTEL CO LTD 28-02-2012	1.80	AA+
8.40% EXIM BANK OF INDIA 28-09-2010	1.78	AAA
10% NABARD SR IX 14-05-2012	1.45	AAA
11.75% RECL LTD 03-11-2011	1.27	AAA
11.65% HDFC LTD 09-09-2010	1.24	AAA
9.80% POWER FINANCE CORP 22-03-2012	1.22	AAA
10.20% HDFC LTD 13-04-2010	1.21	AAA
9.80% TATA STEEL LTD 07-05-2011	1.20	AA
8.94% LIC HOUSING FINANCE LTD 16-01-2011	1.20	AAA
9.24% L & F FINANCE LTD 30-07-2010	1.20	AAA
8.83% IRFC 29-10-2012	1.19	AAA
9.40% TATA TEA LTD 08-11-2010	1.19	AA+
7.20% HDFC 03-06-2010	1.12	AAA
9.35% LIC HOUSING FINANCE LTD 23-11-2014	0.96	AAA
9.35% IL & FS LTD 22-10-2010	0.91	AAA
10.10% POWER GRID CORPORATION 12-06-2011	0.89	AAA
9.30% POWER FINANCE CORP LTD 12-03-2013	0.84	AAA
9% TATA SONS LTD 27-07-2010	0.84	AAA
6.25% ULTRATECH CEMENT 25-06-2009	0.82	AAA
9.75% LIC HOUSING FINANCE LTD 24-09-2009	0.79	AAA
6.50% HINDALCO 06-09-09	0.75	AA
9.79% IDFC LTD 11-09-2009	0.72	AAA
9.76% IRFC 02-07-2012	0.71	AAA
10.75% IL & FS LTD SER XI 29-03-2009	0.71	AAA
9.68% IRFC 03-07-2010	0.70	AAA
6% INDIAN HOTELS LTD 13-05-2011	0.64	AA+
9.25% EXIM BANK LTD 13-12-2012	0.60	AAA
8.50% HDFC LTD. 29-08-2009	0.59	AAA
10% NABARD 18-06-2010	0.48	AAA
8.45% IRFC 26-12-2018	0.46	AAA
10.60% IRFC 11-09-2018	0.39	AAA
11% POWER FINANCE CORP LTD 15-09-2018	0.27	AAA
11.15% POWER FINANCE CORP LTD 15-09-2011	0.13	AAA

total corporate bonds 58.80

gilts

		SOVEREIGN
8.24% GOI 22-04-2018	3.55	
7.37% GOI 2014 16-04-2014	3.41	
6.96% GOI OIL COMPANIES SPLBD 30-03-09	2.16	
7.44% GOI SPL OIL BOND 2012 23-03-2012	1.95	
5.87% GOI 02-01-2010	1.25	
5.48% GOI 12-06-2009	1.19	

total gilts 13.50

equity

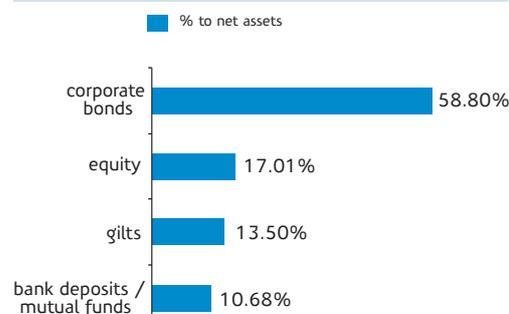
OIL REFINERIES	3.24	
RELIANCE INDUSTRIES LTD	1.73	1.23
OIL & NATURAL GAS CORPORATION LTD.	0.79	0.85
BHARAT PETROLEUM CORP LTD	0.27	0.61
RELIANCE PETROLEUM LTD	0.20	1.06
HINDUSTAN PETROLEUM CORPORATION LTD FV10	0.15	0.70
INDIAN OIL CORPORATION LTD	0.09	0.68
BANKING & FINANCE	2.99	
STATE BANK OF INDIA	1.05	1.07
HDFC	0.51	1.22
HDFC BANK	0.45	1.00
ICICI BANK LTD	0.39	1.58
BANK OF BARODA	0.32	0.85
FEDERAL BANK LTD	0.19	0.71
AXIS BANK LTD	0.08	1.27
IT	1.67	
INFOSYS TECHNOLOGIES LTD FV 5	0.88	0.71
TATA CONSULTANCY SERVICES LTD	0.66	0.83
WIPRO LTD.	0.14	0.98
CAP GOODS / ENGINEERING	1.51	
BHARAT HEAVY ELECTRICALS LTD	0.63	1.05
LARSEN & TOUBRO LTD FV 2	0.48	1.11
CUMMINS INDIA LTD FV 2	0.12	0.56
ALSTOM PROJECTS INDIA LTD.	0.12	1.01
CROMPTON GREAVES LTD NEW FV 2	0.10	1.03
SIEMENS LTD FV 2	0.06	0.99
POWER	1.47	
NTPC LTD	0.62	0.87
TATA POWER FV 10	0.52	1.02
AREVA T & D INDIA LTD	0.20	0.90
SUZLON ENERGY LTD	0.07	1.53
TELECOM	1.18	
BHARTI AIRTEL LTD	1.04	0.92
RELIANCE COMMUNICATIONS LTD FV - 5	0.14	1.45
PHARMACEUTICALS	1.13	
DIVIS LABORATORIES LTD	0.42	0.85
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.24	0.26
CIPLA LTD FV 2	0.23	0.51
RANBAXY LABORATORIES LTD. FV 5/-	0.14	0.65
JUBILANT ORGANOSYS LTD	0.10	0.33
FMCG	0.99	
HINDUSTAN UNILEVER LTD FV 1	0.68	0.48
ITC LTD FACE VALUE INR 1	0.31	0.54
METALS	0.67	
TATA STEEL LTD	0.26	1.34
STEEL AUTHORITY OF INDIA LTD	0.23	1.24
STERILITE INDUSTRIES LTD FV 2	0.11	1.24
HINDALCO INDUSTRIES LTD FV INR 1	0.04	1.18
NATIONAL ALUMINIUM COMPANY LTD	0.03	0.92
AUTOMOBILES	0.64	
MARUTI SUZUKI INDIA LTD.	0.30	0.67
BAJAJ AUTO LTD NEW	0.18	0.19
MAHINDRA & MAHINDRA LTD	0.13	0.92
TATA MOTORS LTD.	0.03	1.04
OIL EXPLORATION	0.36	
CAIRN INDIA LTD	0.36	1.01
GAS	0.34	
GAIL (INDIA) LTD	0.34	0.82
CEMENT & CEMENT PRODUCTS	0.30	
GRASIM INDUSTRIES LTD FV 10	0.16	0.71
ACC LTD	0.14	0.69
CONSTRUCTION	0.16	
JAIPRAKASH ASSOCIATES LTD	0.12	1.80
IVRCL INFRASTRUCTURES & PROJECTS LTD.	0.03	1.44
GAMMON INDIA LTD FACE VALUE 2	0.02	0.69
LOGISTICS	0.16	
CONTAINER CORPORATION OF INDIA LTD	0.16	0.31
RETAIL	0.12	
PANTALON RETAIL INDIA LTD FV 2	0.11	0.81
PANTALON RETAIL INDIA LTD CLASS B EQUITY SHARES	0.01	0.81
TEXTILE	0.07	
ADITYA BIRLA NUVO LTD	0.07	0.82

total equity 17.01

total bank deposits/mutual funds 10.68

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

M.Duration of debt portfolio: 2.27 years
YTM of debt portfolio: 8.32%
Beta of equity portfolio: 0.93

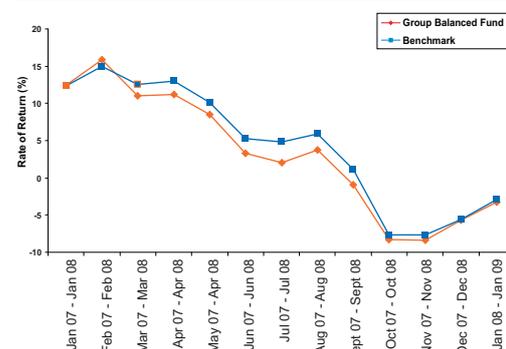
NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) – Balanced Fund Option: Rs. 10.7163

Reliance Group Superannuation (GSP) – Balanced Fund Option: Rs. 13.5466

Reliance Group Savings Linked Insurance (GSLI) – Balanced Fund Option: Rs. 10.1275

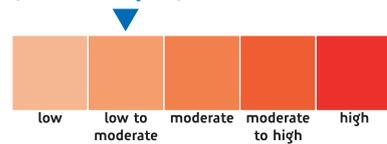
rolling yearly performance



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

Reliance Group Gratuity (GGP) - Corporate Bond Fund Option

Reliance Group Leave Encashment (GLE) - Corporate Bond Fund Option

Reliance Group Savings Linked Insurance (GSLI) - Corporate Bond Fund Option

fund manager's report

The exposure to corporate bonds was increased to 71.65% from 66.86% to take advantage of higher spreads. Balance was invested in short term bank FDs, CDs and CPs. We intend to increase duration and 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%

ULIP Corporate Bond Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	10.75%	7.30%	5.03%	6.49%	1.14	0.36
since inception (CAGR)	10.63%	7.91%	4.47%	5.77%	1.26	0.50
date of inception	october, 2007					

portfolio as on January 31, 2009

security % to net assets rating

corporate bonds

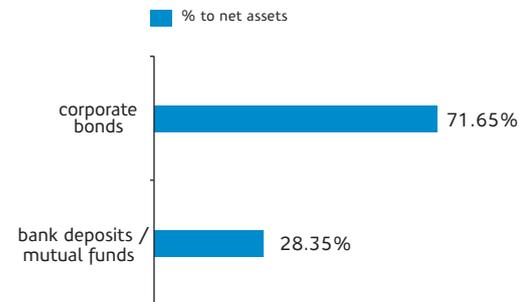
10.90% RECL LTD 14-08-2013	6.33	AAA
11.45% RELIANCE IND LTD TRAN 2 25-11-2013	6.09	AAA
11% POWER FINANCE CORP LTD 15-09-2018	5.82	AAA
10.60% IRFC 11-09-2018	4.61	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	4.57	AAA
9.33% POWER GRID CORP LTD 15-12-2013	3.53	AAA
9.05% EXIM BANK LTD 06-11-2010	3.50	AAA
8.88% IDFC LTD 07-01-2011	3.50	AAA
9.40% TATA TEA LTD 08-11-2010	3.49	AA+
8.38% POWER FINANCE CORP 11-12-2009	2.77	AAA
10.90% RECL LTD 30-09-2013	2.24	AAA
8.94% LIC HOUSING FINANCE LTD 16-01-2011	2.10	AAA
11.15% POWER FINANCE CORP LTD 15-09-2011	1.83	AAA
8.50% HDFC LTD. 29-08-2009	1.73	AAA
9.65% NABARD SR IX G 10-09-2010	1.53	AAA
10.05% NABARD 11-06-2014	1.46	AAA
9.45% RECL LTD 04-04-2013	1.42	AAA
9.32% HDFC LTD 17-12-2012	1.41	AAA
6% INDIAN HOTELS LTD 13-05-2011	1.40	AA+
8.75% IRFC 07-01-2013	1.39	AAA
7.39% POWER GRID CORP 22-09-2011	1.21	AAA
11.50% RECL LTD 26-11-2013	1.14	AAA
9.30% POWER FINANCE CORP LTD 12-03-2013	1.06	AAA
7% POWER FINANCE 24-12-2011	1.03	AAA
11.35% RECL LTD 24-10-2013	0.74	AAA
9.47% POWER GRID CORP 31-03-2013	0.71	AAA
9.20% HDFC LTD 09-02-2012	0.70	AAA
10% HDFC LTD 19-03-2010	0.70	AAA
9.80% TATA STEEL LTD 07-05-2011	0.70	AA
8.95% HDFC LTD 16-01-2011	0.70	AAA
9.75% LIC HOUSING FINANCE LTD 24-09-2009	0.70	AAA
6.25% ULTRATECH CEMENT 25-06-2009	0.62	AAA
7.10% POWER GRID CORP 18-02-2009	0.48	AAA
9.76% IRFC 03-07-2012	0.22	AAA
9.25% EXIM BANK LTD 13-12-2012	0.21	AAA

total corporate bonds 71.65

total bank deposits/mutual funds 28.35

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

M.Duration of debt portfolio: 2.20 years
YTM of debt portfolio: 9.11%

NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) - Corporate Bond Fund Option: Rs. 10.6788

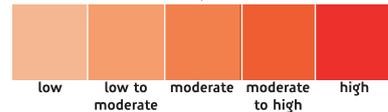
Reliance Group Leave Encashment (GLE) - Corporate Bond Fund Option: Rs. 11.1667

Reliance Group Savings Linked Insurance (GSLI) - Corporate Bond Fund Option: Rs. 10.1853

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

Reliance Group Gratuity (GGP) - Pure Debt Fund Option:

Reliance Group Superannuation (GSP) - Pure Debt Fund Option:

Reliance Group Leave Encashment (GLEP) - Pure Debt Fund Option:

Reliance Group Savings Linked Insurance (GSLI) - Pure Debt Fund Option

fund manager's report

The exposure to gilts was slightly increased to 16.98% from 16.05%. Exposure to corporate bonds was also increased to 59.91% from 57.83% as we have decided to increase the duration and take advantage of higher spreads. Accordingly the exposure to short term assets was decreased to 23.11% from 26.11%. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

target asset allocation

Debt Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

ULIP Pure Debt Fund

fund performance as on January 31, 2009

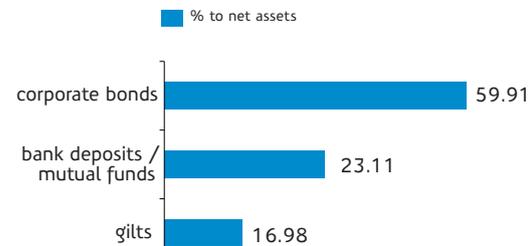
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	Data not available as the fund has the not completed a period of one year since inception					
date of inception	october, 2008					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security	% to net assets	rating
corporate bonds		
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	8.73	AAA
11.10% POWER FINANCE CORP LTD 15-09-2013	6.59	AAA
9% TATA SONS LTD 27-07-2010	4.20	AAA
8.75% IRFC 07-01-2013	3.86	AAA
9.68% IRFC 03-07-2010	3.27	AAA
9.33% POWER GRID CORP LTD 15-12-2013	3.26	AAA
8.50% EXIM BANK MD 26-09-2011	3.07	AAA
8.65% HDFC LTD 12-09-11	2.25	AAA
7% POWER FINANCE 24-12-2011	2.21	AAA
11.40% POWER FINANCE CORP LTD 28-11-2013	2.11	AAA
10.90% RECL LTD 14-08-2013	2.06	AAA
11.35% RECL LTD 24-10-2013	2.05	AAA
9.20% HDFC LTD 09-02-2012	1.95	AAA
9.75% LIC HOUSING FINANCE LTD 24-09-2009	1.74	AAA
8.40% EXIM BANK OF INDIA 28-09-2010	1.60	AAA
11.45% RELIANCE IND LTD TRAN 2 25-11-2013	1.41	AAA
9.90% TATA SONS LTD 20-05-2011	1.32	AAA
9.35% LIC HOUSING FINANCE LTD 23-11-2014	1.30	AAA
8.94% LIC HOUSING FINANCE LTD 16-01-2011	1.30	AAA
10.10% POWER GRID CORPORATION 12-06-2011	0.83	AAA
11.50% RECL LTD 26-11-2013	0.71	AAA
10% NABARD NCD SR IX 14-05-2012	0.67	AAA
9.35% IL & FS LTD 22-10-2010	0.65	AAA
9.80% TATA STEEL LTD 07-05-2011	0.65	AA
9.35% HDFC LTD 09-11-2009	0.64	AAA
8.38% POWER FINANCE CORP 11-12-2009	0.64	AAA
9.76% IRFC 03-07-2012	0.40	AAA
7.60% ICICI BANK LTD 30-12-2015	0.30	AAA
7.20% HDFC 03-06-2010	0.13	AAA
total corporate bonds	59.91	
gilts		
8.24% GOI 22-04-2018	10.27	SOVEREIGN
7.59% GOI 12-04-2016	6.07	
6.96% GOI OIL COMPANIES SPLBD 30-03-09	0.64	
total gilts	16.98	
total bank deposits/mutual funds	23.11	
total net assets	100.00	

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

M.Duration of debt portfolio: 2.29 years
YTM of debt portfolio: 8.58%

NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) - Pure Debt Fund Option: Rs. 10.6672

Reliance Group Superannuation (GSP) - Pure Debt Fund Option: Rs. 10.6211

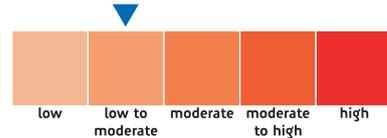
Reliance Group Leave Encashment (GLEP) - Pure Debt Fund Option: Rs. 10.6893

Reliance Group Savings Linked Insurance (GSLI) - Pure Debt Fund Option: Rs. 10.1902

fund objective

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

fund risk profile



products

Reliance Group Leave Encashment (GLE) - Gilt Fund Option

Reliance Group Gratuity (GG) - Gilt Fund Option

Reliance Group Savings Linked Insurance (GSLI) - Gilt Fund Option

fund manager's report

The allocation to gilts was increased to 78.85% from 68.58% as we are expecting interest rates to soften further in near future. Accordingly we decreased the exposure in short term bank FDs, CDs and CPs from 31.50% to 21.15%. 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%

ULIP Gilt Fund

fund performance as on January 31, 2009

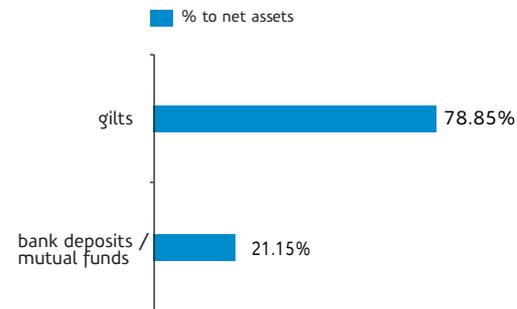
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	8.31%	18.08%	4.38%	17.11%	0.76	0.76
since inception (CAGR)	8.75%	18.09%	3.90%	15.21%	0.96	0.86
date of inception	october, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security	% to net assets	rating
gilts		
SOVEREIGN		
8.24% GOI 22-04-2018	29.40	
7.59% GOI 12-04-2016	18.74	
7.49% GOI 2017 16-04-2017	8.39	
6.96% GOI OIL COMPANIES SPLBD 30-03-09	7.96	
5.87% GOI 02-01-2010	6.06	
5.48% GOI 12-06-2009	4.26	
9.39% GOI 2011 02-07-2011	3.99	
9.85% GOI 2015 16-10-2015	0.06	
total gilts	78.85	
total bank deposits/mutual funds	21.15	
total net assets	100.00	

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

M.Duration of debt portfolio:	3.69 years
YTM of debt portfolio:	6.69 %

NAV as on Jan 31, 2009

Reliance Group Leave Encashment (GLE) - Gilt Fund Option: Rs. 10.9270

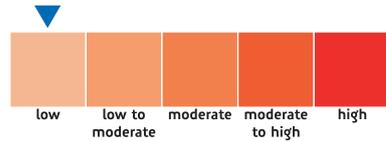
Reliance Group Gratuity (GG) - Gilt Fund Option Rs. 9.9879

Reliance Group Savings Linked Insurance (GSLI) - Gilt Fund Option: Rs. 9.9397

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

Reliance Group Gratuity (GGP) - Money Market Fund Option

Reliance Group Superannuation (GSP) - Money Market Fund Option

Reliance Group Leave Encashment (GLE) - Money Market Fund Option

Reliance Group Savings Linked Insurance (GSLI) - Money Market Fund Optio

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.

target asset allocation

Money Market Instruments: 100%

benchmark construction

CRISIL Liquid Bond Index: 100%

ULIP Money Market Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	11.59%	8.76%	0.38%	0.49%	17.30	7.62
since inception (CAGR)	11.37%	8.52%	0.38%	0.49%	16.75	7.20
date of inception			November, 2007			

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets rating

certificate of deposits

INDIAN OVERSEAS BANK 27-03-2009	11.63	P1+
AXIS BANK LTD 08-04-2009	11.54	P1+
NABARD 05-06-2009	11.35	P1+
ICICI BANK LTD 27-02-2009	9.01	A1+
STATE BANK OF INDIA 19-03-2009	8.77	P1+
ABN AMRO BANK 12-03-2009	5.99	A1+
EXIM BANK OF INDIA 28-09-2009	2.97	P1+
total certificate of deposits	61.27	

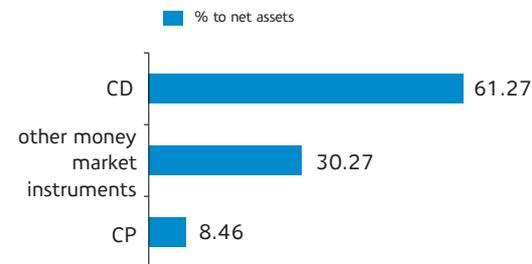
commercial paper

RELIANCE COMMUNICATION LTD 29-07-2009	5.64
RELIANCE COMMUNICATIONS LTD 28-07-2009	2.82
total commercial paper	8.46

other money market instruments 30.27

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

M.Duration of debt portfolio: 0.15 years
YTM of debt portfolio: 9.03 %

NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) - Money Market Fund Option: Rs. 10.4685

Reliance Group Superannuation (GSP) - Money Market Fund Option: Rs. 10.2980

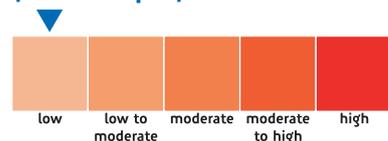
Reliance Group Leave Encashment (GLE) - Money Market Fund Option: Rs. 11.1944

Reliance Group Savings Linked Insurance (GSLI) - Money Market Fund Option: Rs. 10.1339

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

Reliance Group Gratuity (GGP) – Capital Secure Fund Option

Reliance Group Superannuation (GSP) – Capital Secure Fund Option

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.

target asset allocation

Money Market Instruments: 100%

benchmark construction

Yield on 182-day T.Bills

ULIP Capital Secure Fund

fund performance as on January 31, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	10.49%	8.10%	0.32%	0.31%	17.23	10.12
last 2 years (CAGR)	9.47%	7.91%	0.39%	0.25%	11.58	11.66
last 3 years (CAGR)	8.50%	7.58%	0.57%	0.24%	6.15	10.63
since inception (CAGR)	6.85%	6.09%	0.67%	0.49%	2.75	2.25
date of inception	february, 2003					

*CAGR: Compounded Annual Growth Rate

portfolio as on January 31, 2009

security % to net assets rating

certificate of deposits

STATE BANK OF INDIA 19-03-2009	13.72	P1+
PUNJAB NATIONAL BANK 24-02-2009	13.42	A1+
STATE BANK OF INDORE 28-04-2009	10.81	P1+
INDIAN OVERSEAS BANK 27-03-2009	10.21	P1+
ABN AMRO BANK 12-03-2009	7.64	A1+
ORIENTAL BANK OF COMMERCE 25-03-2009	6.79	P1+
AXIS BANK LTD 08-04-2009	5.80	P1+
NABARD 05-06-2009	5.67	P1+
ICICI BANK LTD 13-03-2009	5.45	A1+
NABARD 10-07-2009	2.58	P1+
ICICI BANK LTD 27-02-2009	1.61	A1+

total certificate of deposits 83.71

commercial paper

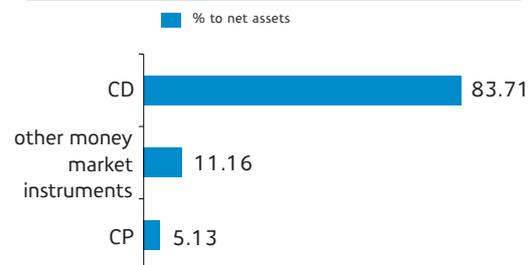
RELIANCE COMMUNICATIONS LTD 28-07-2009 5.13

total commercial paper 5.13

other money market instruments 11.16

total net assets 100.00

asset allocation as on Jan 31, 2009



fund characteristics as on Jan 31, 2009

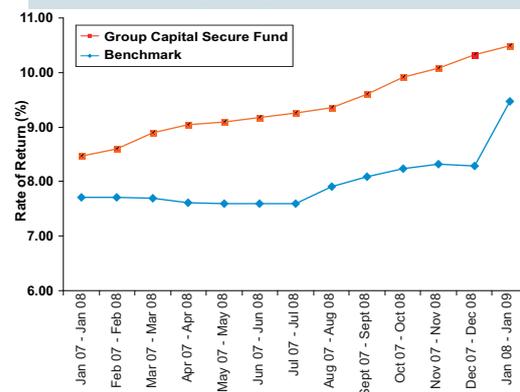
M.Duration of debt portfolio: 0.14 years
YTM of debt portfolio: 9.84%

NAV as on Jan 31, 2009

Reliance Group Gratuity (GGP) – Capital Secure Fund Option: Rs. 11.8235

Reliance Group Superannuation (GSP) – Capital Secure Fund Option : Rs 10.7614

rolling yearly performance



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 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 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 processes and risk/compliance controls are well documented.

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

the analyst expressions

► 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%.

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.

✓ Benchmark Sharpe Ratio

✓ Modified Duration of Debt Portfolio

✓ Fund Beta

products & UIN nos.

Reliance Group Gratuity: 121L011V02

Reliance Group Superannuation:
121L021V01

Reliance Group Leave Encashment Plan:
121L027V01

Reliance Group Savings Linked Insurance
Plan : 121L033V01

the analyst

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