

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	29th Apr 09	31st Mar 09	Change
Rs./₹	50.04	50.73	0.69
WPI Inflation	230.20*	227.30	0.57%y-o-y*
Forex Reserves (\$ bn)	253.09	252.33	0.77bn\$
Oil Price (\$ per Barrel)	50.23	46.19	4.04\$
Gold (Rs. per 10gm)	14620	15200	Rs.-580

* As of 18th April 2009

Investments	29th Apr 09	31st Mar 09	Absolute Change
FII (Rs Crs)	6508	530	5978
MfIs (Rs Crs)	39	1477	-1439

Indices	29th Apr 09	31st Mar 09	% Change
BSE Sensex	11403	9709	17.46
S&P CNX Nifty	3474	3021	15.00
CNX Mid Cap	3861	3407	13.30
BSE Small Cap	3941	3247	21.38

Global Indices	30th Apr 09	31st Mar 09	% Change
Dow Jones	8168	7609	7.35
FTSE 100	4244	3926	8.09
Hang Seng	15521	13576	14.33
Nikkei	8828	8110	8.86

Sectoral Indices	29th Apr 09	31st Mar 09	% Change
CNX Infrastructure	2780	2369	17
CNX Energy	7264	6500	12
BSE Capital Goods	7909	6466	22
BSE Bankex	5685	4491	27
BSE Oil & Gas	8133	7053	15
BSE IT	2663	2286	17

Fixed Income Indicators (%)	29th Apr 09	31st Mar 09	% Change
NSE Mibor	3.31	5.00	-1.69
91 Day T-Bill	3.30	4.80	-1.50
182 Day T-Bill	3.46	5.10	-1.64
1 year GOI Benchmark	3.88	4.83	-0.95
5 Year GOI Benchmark	6.07	6.75	-0.68
5 Year Corp Bond Benchmark	7.60	8.54	-0.94
10 Year GOI Benchmark	6.23	7.01	-0.78
10 Year US Benchmark	3.12	2.67	0.45

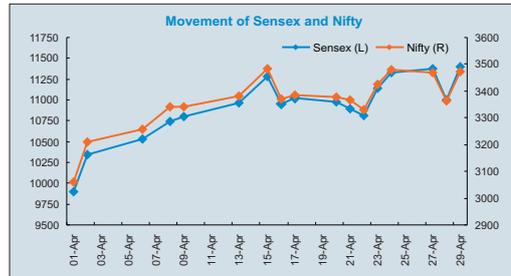
the analyst
monthly fund factsheet

fund snapshot

asset allocation	funds	gross return (CAGR*) (%) as on April 29, 2009				date of inception
		last 1 year	last 2 years	last 3 years	since inception	
100% equity	Ulip Equity	-29.64%	-9.05%	-2.59%	14.72%	August, 2004
100% pure equity	Ulip Pure Equity	N.A.	N.A.	N.A.	N.A.	June, 2008
100% equity	Ulip Infrastructure	-34.83%	N.A.	N.A.	-28.11%	March, 2008
100% equity	Ulip Energy	-23.91%	N.A.	N.A.	-16.13%	March, 2008
100% equity	Ulip Midcap	-44.58%	N.A.	N.A.	-35.77%	March, 2008
80% equity, 20% debt	Ulip Super Growth	-22.51%	N.A.	N.A.	-8.32%	May, 2007
60% equity, 40% debt	Ulip High Growth	-14.14%	-0.27%	N.A.	1.70%	March, 2007
50% equity, 50% debt	Ulip Growth Plus	-9.47%	1.66%	N.A.	3.08%	March, 2007
40% equity, 60% debt	Ulip Growth	-5.25%	3.74%	5.08%	11.00%	August, 2004
20% equity, 80% debt	Ulip Balanced	4.36%	8.14%	7.73%	10.64%	February, 2003
100% bond instruments	Ulip Corporate Bond	13.49%	N.A.	N.A.	11.99%	May, 2007
100% debt Instruments	Ulip Pure Debt	13.70%	N.A.	N.A.	11.01%	April, 2007
100% govt. securities	Ulip Gilt	10.16%	N.A.	N.A.	8.31%	May, 2007
100% debt Instruments	Ulip Guaranteed Bond I	N.A.	N.A.	N.A.	N.A.	December, 2008
100% money market instruments	Ulip Money Market Fund	10.81%	N.A.	N.A.	10.04%	May, 2007
100% money market instruments	Ulip Capital Secure	10.49%	9.64%	8.91%	6.98%	February, 2003

*CAGR: Compounded Annual Growth Rate

equity market update - Apr 2009



Equity Market Update

Euphoria sparked at D-street driving domestic equity market high as local stocks took cues from global news flows and economic events that indicated an ease in the pace of recession. Recovery in major equity markets worldwide, better than expected economic news, robust FII inflows, the 'green shoots' mania and the resulting ease in risk aversion boosted sentiment for local stocks in delivering a strong performance. Sensex gained 17.46% in April to emerge as the second best performer as compared to other BRIC nations - Brazil (16%), Russia (21%) and China (10.87%). Sensex gained close to 1,700 points to settle at 11,403.25 points while the Nifty gained 15% to close at 3473.95. On the sectoral front, realty gained over 36% and banks, over 26% cheered by rate cuts while FMCG was up near 3%.

Foreign Institutional Investors (FIIs) turned net buyers of Indian equities during April, to the tune of Rs 6,682 crore and offset the entire outflow of Rs 6,151 crore in three months to March 2009.

Governments around the world provided fresh stimulus in the form of various monetary and fiscal policy measures that provided required boost to the global economies. Additionally, concerns about external liquidity fell significantly after the G20's commitment of IMF resources to emerging markets. However, the Swine flu outbreak remained a threat for the global economy adversely affecting the travel & tourism industry while markets also showed angst to another delay in the release of stress-test results for 19 of the largest US banks.

On the domestic front, the RBI provided boosts through rate cuts and a constant support was offered by easing WPI inflation rate. Monetary policy actions in the past along with fiscal stimulus also seemed to be taking effect in the economy. Cement dispatches, telecom subscribers, auto and retail sales all indicate that the pace of economic decline is moderating. But on the other hand, sentiment remained jittery as trends in real estate and macro data such as exports, credit off-take and tax collections continued to be disappointing.

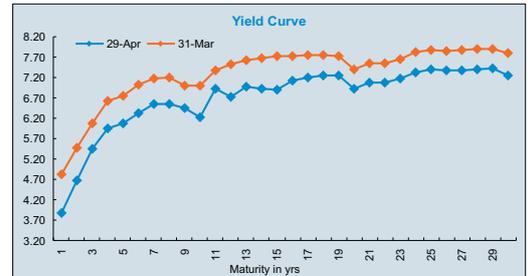
Corporate earnings remained a mixed bag. Infosys posted disappointing Q4 numbers but encouraging results from Wipro partially overshadowed the weak sectoral stance. However, the poor guidance outlook remained a cause of concern. Petro-chemical giant Reliance reported a 9.4%y-o-y drop in profits on weaker demand for its petrochemical products, while lower crude-oil prices squeezed its refining margins. HDFC bank reported 34% y-o-y rise in net profits while ICICI Bank reported 35.3% y-o-y fall in net profit.

The acquisition of beleaguered Satyam gave Tech Mahindra a shot of becoming the fourth pillar of the Indian IT story. However, the greatest challenge for Tech Mahindra would be is how proficiently it is able to remove Satyam's legacy issues with minimum hiccups.

Outlook:

Markets continued their uptrend in April with liquidity and cheap valuations driving the Sensex and Nifty to new highs. In May, markets are expected to take direction from the Lok Sabha election results. Another global factor which would be keenly watched would be the stress case results of the 19 top US banks. Markets would react negatively to a fractured Lok Sabha election mandate and any huge capital demand from these US banks. Monsoon is expected to be normal this year but any change in estimates close to the end of the month can be a very big negative. Overall, May is expected to be a volatile month with the major drivers being the domestic political scenario and global cues.

debt market update - Apr 2009



Debt Market Update

Liquidity remained the frontrunner in driving government bond yields down as large amount of excess cash in the banking system rekindled investor demand for debt and helped calm fears, ensuring smooth functioning of debt auctions. The ten-year benchmark yield curve shifted to a lower plane with the benchmark yield falling 98 bps to a low of 6.03% from 7.01% in the beginning of the month. Volatility however emerged at lower levels of yields with traders taking profits after sharp rise in prices and the yield climbing to end at 6.24% later in the month.

The redemption of two dated securities released Rs.40,000 crore into the system while increased government spending ahead of national elections in April and May also augmented the prevailing surplus cash in the system. Interest payments and slower loan growth in confluence provided a further boost to cash and thus sentiment for bonds. Inter-bank rates remained stuck to the RBI borrowing rate with bids at the LAF reverse repos averaging to more than a trillion rupees throughout the month.

The RBI in its monetary policy review held on April 21, cut the LAF repo and reverse repo rates by 25 bps each to 4.75% and 3.25% respectively thereby contributing to a strong rally in the bond market. The CRR and SLR rates were kept unchanged at 5% and 24% of NDTL (net demand and time liability) respectively. The 10-year benchmark yield fell over 20 bps in an immediate reaction to the rate cuts though a cut of 25-50 bps was already factored in by the market. Other key takeaways of the policy was the challenge of a need to facilitate a return of high growth trajectory and the RBI in response said that it would ensure ample liquidity by continuing to take a more active role in the borrowing program, which would also then enable banks to lower lending rates. This was in line with expectations of the RBI engaging in more OMO's and MSS unwind.

Weekly data released by RBI indicated government's borrowings overshooting the WMA (Ways and Means Advances) limits 2 weeks in a row which is worrisome. The weekly statistical supplement showed government borrowed Rs.40,412 crore of loan from the central bank in the week ending April 24. Uncertainty on how the government would finance the repayment of the outstanding loan in view of the current economic scenario was causing jitters in the market and fuelling speculations of more debt issuances. Meanwhile, WPI rose slightly with inflation at 0.57% y-o-y for the week ended April 18, above the previous month's 0.26%. The credit growth witnessed a sharp deceleration in the previous month despite banking system being awashed with ample liquidity. The money supply rose 20.5% y-o-y in two weeks to April 10, above a 18.3% increase in two weeks earlier after a sluggish increase in March.

Choppiness emerged in the non-SLR market activity with the 5-year AAA bond yield climbing as traders liquidated positions ahead of the upcoming fresh debt issuances, though an initial rally on surplus liquidity saw yields easing to a low of 7.22% from above 8% in early month. Bond spreads rebounded from 120 bps to over 140 bps, reflecting the still lower flow of funds to commercial sector given the slowdown in the economy.

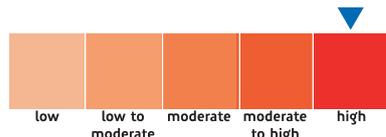
Outlook:

During the month, yields are expected to be volatile on account of abundant liquidity pairing with high government borrowing. We expect the 10yr Benchmark G-sec to remain in the range of 6.50%-5.75%. Increased supply of corporate bonds may put some pressure on corporate bond yields.

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



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 82.69%.

target asset allocation

Equity: 100%

benchmark construction

S&P CNX Nifty: 100%

ULIP Equity Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-29.64%	-32.75%	36.43%	40.52%	-0.95	-0.93
last 2 years (CAGR)	-9.05%	-7.81%	35.03%	36.73%	-0.40	-0.35
last 3 years (CAGR)	-2.59%	-0.33%	30.85%	32.18%	-0.25	-0.17
since inception (CAGR)	14.72%	17.24%	27.63%	28.48%	0.35	0.43
date of inception			august, 2004			

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security % to net assets 1-yr beta

equity

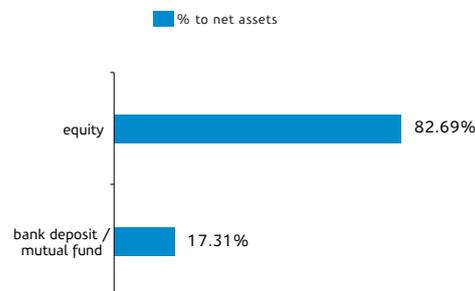
BANKING & FINANCE	16.37	
STATE BANK OF INDIA	4.67	1.19
HDFC BANK	2.97	1.05
ICICI BANK	2.43	1.62
HDFC	2.25	1.26
AXIS BANK	1.45	1.46
BANK OF BARODA	1.41	0.98
PUNJAB NATIONAL BANK	1.18	1.02
OIL REFINERIES	15.50	
RELIANCE INDUSTRIES	9.87	1.19
OIL & NATURAL GAS CORPORATION	3.29	0.84
BHARAT PETROLEUM	0.97	0.49
RELIANCE PETROLEUM	0.71	1.03
HINDUSTAN PETROLEUM CORP LTD FV10	0.66	0.41
IT	8.82	
INFOSYS TECHNOLOGIES	4.62	0.60
TATA CONSULTANCY SERVICES	3.36	0.83
WIPRO LTD	0.85	0.99
CAP GOODS / ENGINEERING	7.84	
BHARAT HEAVY ELECTRICALS	3.54	0.99
LARSEN & TOUBRO	2.21	1.25
CUMMINS INDIA	0.83	0.61
ALSTOM PROJECTS INDIA	0.73	1.06
ABB	0.54	1.05
FMCG	5.64	
ITC LTD	3.47	0.51
HINDUSTAN UNILEVER	1.93	0.42
MARICO LTD.	0.23	0.35
POWER	5.61	
NTPC	2.27	0.71
TATA POWER	2.14	1.04
AREVA T & D INDIA LTD	0.98	0.93
POWER GRID CORPORATION OF INDIA LTD	0.21	0.78
SUZLON ENERGY	0.01	1.68
PHARMACEUTICALS	5.03	
CIPLA LTD	1.58	0.52
DIVIS LABORATORIES	1.49	0.72
SUN PHARMACEUTICALS	1.12	0.33
RANBAXY LAB	0.53	0.76
GLENMARK PHARMACEUTICALS LTD	0.32	0.83
METALS	4.88	
STEEL AUTHORITY OF INDIA	1.71	1.28
TATA STEEL	1.55	1.48
STERLITE INDUSTRIES	0.96	1.26
JINDAL STEEL AND POWER LTD	0.67	1.30
TELECOM	4.78	
BHARTI AIRTEL	4.20	1.02
IDEA CELLULAR LTD	0.58	1.14
AUTOMOBILES	2.51	
MARUTI SUZUKI INDIA	1.67	0.69
BAJAJ AUTO LTD	0.85	0.60
OIL EXPLORATION	1.53	
CAIRN INDIA	1.53	0.93
GAS	1.52	
GAIL (INDIA)	1.52	0.80
CEMENT & CEMENT PRODUCTS	1.35	
ACC LTD	0.60	0.69
GRASIM INDUSTRIES	0.54	0.74
ULTRATECH CEMENT LTD	0.21	0.59
HOTELS	0.45	
INDIAN HOTELS	0.45	0.67
CONSTRUCTION	0.40	
IVRCL INFRASTRUCTURES	0.40	1.76
MEDIA	0.29	
ZEE ENTERTAINMENT ENTERPRISES	0.29	0.83
AUTO ANCILLARY	0.15	
AUTOMOTIVE AXLES	0.15	0.59

equity **82.69**

total bank deposits/mutual funds **17.31**

total net assets **100.00**

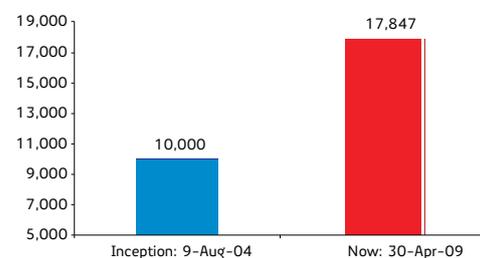
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

Fund Beta 0.96

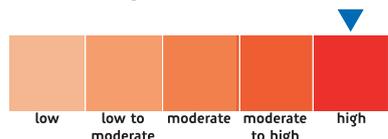
growth of initial investment of Rs. 10,000 in MRP



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 92.88%.

target asset allocation

Pure Equity*: 100%

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

benchmark construction

S&P CNX Nifty: 100%

ULIP Pure Equity Fund

fund performance as on April 29, 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	june, 2008					

portfolio as on April 30, 2009

security % to net assets 1-yr beta

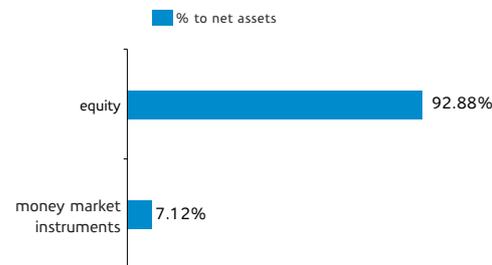
equity

OIL REFINERIES	19.66	
RELIANCE INDUSTRIES	10.27	1.19
OIL & NATURAL GAS CORPORATION	7.14	0.84
RELIANCE PETROLEUM	2.24	1.03
POWER	13.06	
NTPC	7.44	0.71
TATA POWER	3.89	1.04
AREVA T & D INDIA LTD	1.33	0.93
SUZLON ENERGY	0.39	1.68
IT	12.63	
INFOSYS TECHNOLOGIES	9.11	0.60
WIPRO LTD	2.65	0.99
HCL TECHNOLOGIES LTD FV 2	0.87	1.13
CAP GOODS / ENGINEERING	11.63	
LARSEN & TOUBRO	4.33	1.25
BHARAT HEAVY ELECTRICALS	3.71	0.99
CUMMINS INDIA	1.21	0.61
CROMPTON GREAVES	0.95	1.22
SIEMENS	0.86	1.13
ABB	0.58	1.05
TELECOM	9.40	
BHARTI AIRTEL	9.40	1.02
PHARMACEUTICALS	6.35	
DIVIS LABORATORIES	2.45	0.72
CIPLA LTD	2.15	0.52
SUN PHARMACEUTICALS	1.31	0.33
RANBAXY LAB	0.43	0.76
METALS	5.78	
STEEL AUTHORITY OF INDIA	2.26	1.28
JINDAL STEEL AND POWER LTD	1.35	1.30
STERLITE INDUSTRIES	1.33	1.26
NATIONAL ALUMINIUM COMPANY LTD	0.83	0.88
AUTOMOBILES	4.98	
MARUTI SUZUKI INDIA	3.49	0.69
MAHINDRA & MAHINDRA LTD	1.49	0.97
FMCG	2.93	
HINDUSTAN UNILEVER	2.93	0.42
CEMENT & CEMENT PRODUCTS	2.26	
GRASIM INDUSTRIES	1.30	0.74
ACC LTD	0.96	0.69
OIL EXPLORATION	1.52	
CAIRN INDIA	1.52	0.93
GAS	1.27	
GAIL (INDIA)	1.27	0.80
LOGISTICS	1.12	
CONTAINER CORPORATION OF INDIA	1.12	0.29
CONSTRUCTION	0.31	
GAMMON INDIA	0.31	0.89
total equity	92.88	

total money market instruments 7.12

total net assets 100.00

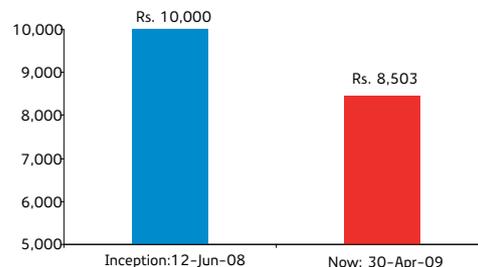
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

Fund Beta 0.90

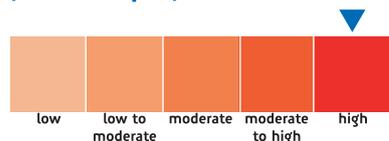
growth of initial investment of Rs. 10,000 in SIP



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 79.52%.

target asset allocation

Equity: 100%

benchmark construction

CNX Infrastructure Index: 100%

ULIP Infrastructure Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-34.83%	-38.12%	39.86%	47.95%	-1.00	-0.90
since inception (CAGR)	-28.11%	-32.59%	39.45%	46.62%	-0.84	-0.81
date of inception			march, 2008			

portfolio as on April 30, 2009

security % to net assets 1-yr beta

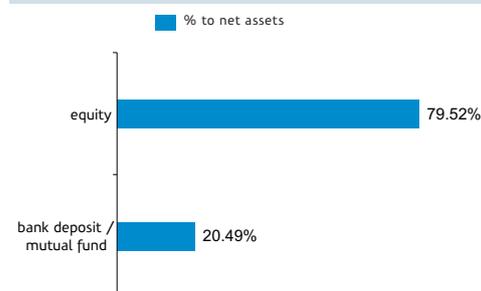
equity

POWER	22.89	
NTPC	16.92	0.71
TATA POWER	2.58	1.04
NEYVELI LIGNITE CORPORATION	2.15	1.11
SUZLON ENERGY	1.24	1.68
CAP GOODS / ENGINEERING	19.63	
BHARAT HEAVY ELECTRICALS	8.53	0.99
LARSEN & TOUBRO	6.83	1.25
SIEMENS	1.57	1.13
CROMPTON GREAVES	1.09	1.22
ABB	1.08	1.05
PUNJ LLOYD	0.52	1.41
TELECOM	19.28	
BHARTI AIRTEL	17.27	1.02
TATA COMMUNICATIONS	1.38	0.98
RELIANCE COMMUNICATIONS	0.63	1.57
OIL REFINERIES	4.92	
RELIANCE INDUSTRIES	4.92	1.19
CONSTRUCTION	3.69	
GMR INFRASTRUCTURE	1.65	1.22
JAIPRAKASH ASSOCIATES	1.21	1.97
IVRCL INFRASTRUCTURES	0.75	1.76
NAGARJUNA CONSTRUCTION	0.08	1.47
DIVERSIFIED/TELECOM	2.20	
ADITYA BIRLA NUVO	2.20	0.97
BANKING & FINANCE	2.05	
HDFC	1.29	1.26
IDFC	0.76	1.57
METALS	2.00	
TATA STEEL	0.84	1.48
STERLITE INDUSTRIES	0.53	1.26
NATIONAL ALUMINIUM COMPANY LTD	0.39	0.88
JINDAL STEEL AND POWER LTD	0.25	1.30
LOGISTICS	0.95	
CONTAINER CORPORATION OF INDIA	0.95	0.29
CEMENT & CEMENT PRODUCTS	0.89	
GRASIM INDUSTRIES	0.89	0.74
HOTELS	0.62	
INDIAN HOTELS	0.62	0.67
SHIPPING	0.40	
SHIPPING CORPORATION OF INDIA	0.40	0.67
total equity	79.52	

total bank deposits/mutual funds 20.49

total net assets 100.00

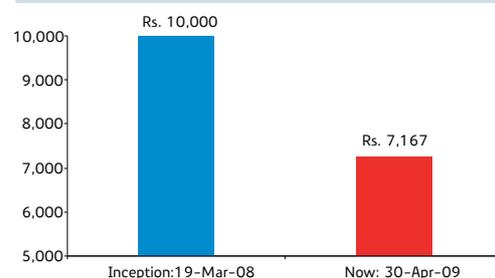
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

Fund Beta 1.03

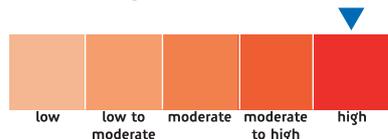
growth of initial investment of Rs. 10,000 in TIPS-I



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 84.90%.

target asset allocation

Equity: 100%

benchmark construction

CNX Energy Index: 100%

ULIP Energy Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-23.91%	-23.56%	36.72%	39.97%	-0.79	-0.71
since inception (CAGR)	-16.13%	-14.25%	36.57%	40.05%	-0.58	-0.48
date of inception			march, 2008			

portfolio as on April 30, 2009

security % to net assets 1-yr beta

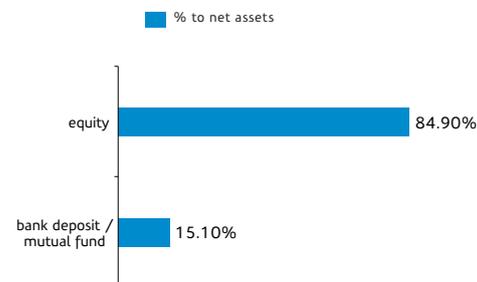
equity

OIL REFINERIES	51.06	
RELIANCE INDUSTRIES	29.79	1.19
OIL & NATURAL GAS CORPORATION	16.54	0.84
RELIANCE PETROLEUM	3.32	1.03
BHARAT PETROLEUM	0.71	0.49
HINDUSTAN PETROLEUM CORP LTD FV10	0.69	0.41
POWER	22.17	
NTPC	13.70	0.71
AREVA T & D INDIA LTD	3.62	0.93
POWER GRID CORP OF INDIA LTD	2.57	0.78
TATA POWER	2.28	1.04
GAS	3.38	
GAIL (INDIA)	2.93	0.80
EVEREST KANTO CYLINDER LTD	0.45	0.87
OIL EXPLORATION	3.09	
CAIRN INDIA	3.09	0.93
METALS	2.09	
JINDAL STEEL AND POWER LTD	1.27	1.30
STERLITE INDUSTRIES	0.81	1.26
CAP GOODS / ENGINEERING	2.07	
BHARAT HEAVY ELECTRICALS	0.85	0.99
ALSTOM PROJECTS INDIA	0.73	1.06
LARSEN & TOUBRO	0.49	1.25
BANKING & FINANCE	1.04	
POWER FINANCE CORPORATION	1.04	0.82
total equity	84.90	

total bank deposits/mutual funds 15.10

total net assets 100.00

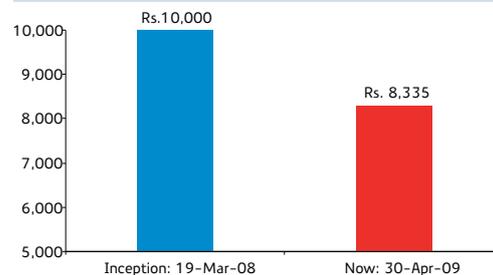
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

Fund Beta 0.97

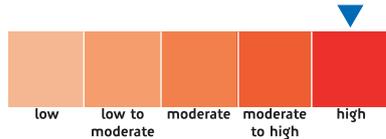
growth of initial investment of Rs. 10,000 in TIPS-I



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 76.89%.

target asset allocation

Equity: 100%

benchmark construction

Nifty Midcap 50: 100%

ULIP Mid Cap Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-44.58%	-50.27%	40.00%	50.71%	-1.24	-1.09
since inception (CAGR)	-35.77%	-40.03%	41.34%	52.28%	-0.99	-0.86
date of inception			march, 2008			

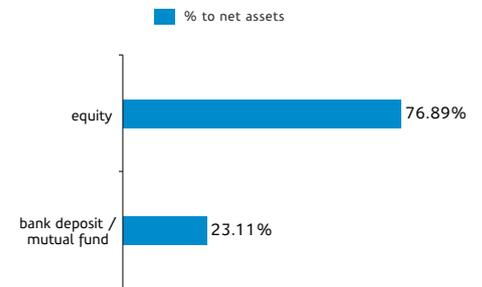
portfolio as on April 30, 2009

security % to net assets 1-yr beta

equity

BANKING & FINANCE	8.89	
CORPORATION BANK	1.86	0.68
ANDHRA BANK	1.50	0.86
ALLAHABAD BANK	1.49	0.80
SYNDICATE BANK	1.17	0.74
FEDRAL BANK	1.12	0.90
CANARA BANK	1.02	0.74
JAMMU & KASHMIR BANK	0.73	0.46
CAP GOODS / ENGINEERING	7.84	
LARSEN & TOUBRO	1.70	1.25
BELM	1.48	0.76
ALSTOM PROJECTS INDIA	1.37	1.06
PUNJ LLOYD	1.32	1.41
VOLTAS LTD	1.27	1.22
AIA ENGINEERING LTD	0.68	0.85
PHARMACEUTICALS	7.72	
LUPIN	3.50	0.55
DIVIS LABORATORIES	2.40	0.72
NICHOLAS PIRAMAL INDIA	0.65	0.49
JUBILANT ORGANOSYS	0.60	0.45
WOCKHARDT	0.57	0.66
FMCG	5.80	
TATA TEA	2.35	0.49
TITAN INDUSTRIES	2.01	0.63
MARICO LTD.	1.45	0.35
POWER	5.50	
TATA POWER	2.38	1.04
LANCO INFRA TECH	1.63	1.86
CESC	1.49	0.90
IT	5.07	
MPHASIS	2.32	0.66
ROLTA INDIA	1.24	1.52
TATA CONSULTANCY SERVICES	0.83	0.83
MOSER BAER	0.68	1.28
CEMENT & CEMENT PRODUCTS	4.92	
INDIA CEMENTS	1.82	0.94
SHREE CEMENT	1.80	0.89
BIRLA CORPORATION	0.84	0.71
KESORAM INDUSTRIES	0.45	0.76
CONSTRUCTION	4.67	
IVRCL INFRASTRUCTURES	1.67	1.76
HINDUSTAN CONST	1.29	1.64
NAGARJUNA CONSTRUCTION	0.93	1.47
PATEL ENGINEERING	0.78	1.21
OIL REFINERIES	4.66	
RELIANCE INDUSTRIES	2.32	1.19
CHENNAI PETROLEUM CORPORATION	1.49	0.82
RELIANCE PETROLEUM	0.84	1.03
SHIPPING	3.91	
GREAT EASTERN SHIPPING	2.15	0.92
SHIPPING CORPORATION OF INDIA	1.76	0.67
HOTELS	2.96	
INDIAN HOTELS	2.52	0.67
HOTEL LEELA VENTURE	0.43	0.74
FERTILISERS	2.14	
TATA CHEMICALS	2.14	1.08
AUTO ANCILLARY	1.99	
EXIDE INDUSTRIES	1.32	0.64
AMTEK AUTO	0.67	0.99
TELECOM	1.86	
TATA TELESERVICES (MAHARASHTRA)	1.86	0.88
GAS	1.63	
PETRONET LNG	1.63	0.96
AUTOMOBILES	1.59	
ASHOK LEYLAND	1.59	0.79
LOGISTICS	1.43	
CONTAINER CORPORATION OF INDIA	1.43	0.29
MEDIA	1.10	
ZEE ENTERTAINMENT ENTERPRISES	1.10	0.83
REAL ESTATE	1.10	
PENINSULA LAND	0.43	1.69
BOMBAY DYEING	0.41	1.48
ANSAL PROPERTIES & INFRASTRUCTURE	0.26	1.56
PIPES	0.81	
MAHARASHTRA SEAMLESS	0.81	0.79
SUGAR	0.57	
BAJAJ HINDUSTAN	0.57	1.50
PLASTIC AND PLASTIC PRODUCT	0.48	
SINTEX INDUSTRIES LTD.	0.48	1.00
FERTILIZERS	0.16	
UNITED PHOSPHORUS LTD	0.16	0.76
RETAIL	0.08	
VISHAL RETAIL	0.08	0.84
total equity	76.89	
total bank deposits/mutual funds	23.11	
total net assets	100.00	

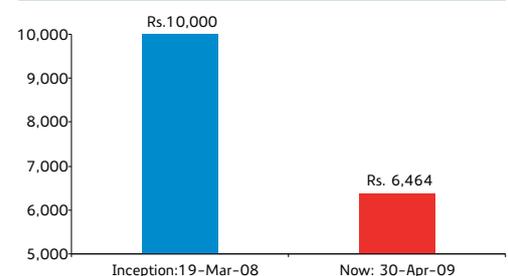
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

Fund Beta 0.91

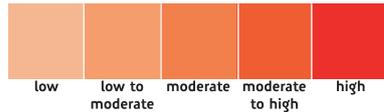
growth of initial investment of Rs. 10,000 in TIPS-I



fund objective

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



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 65.83%.

The exposure in gilts was reduced to 1.53% from 1.73%. The exposure to corporate bonds was also reduced to 11.82% from 13.28%. The exposure to short term assets like CDs and MFs has been increased to 20.83% from 20.03% as exposure in gilts and corporate bonds has reduced.

target asset allocation

Debt.:	20%
Equity:	80%

benchmark construction

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

ULIP Super Growth Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio	
last 1 year	-22.51%	-24.53%	29.98%	32.70%	-0.92	-0.90	
since inception (CAGR)	-8.32%	-5.65%	28.59%	30.06%	-0.47	-0.35	
date of inception						may, 2007	

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

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

11.45% RELIANCE INDUSTRIES LTD 25-11-2013	2.26	AAA
8.45% IRFC 26-12-2018	2.00	AAA
11.10% POWER FINANCE CORP 15-09-13	1.85	AAA
9.50% NABARD SER IX I 15-10-12	0.70	AAA
9.35% HDFC LTD 09-11-09	0.67	AAA
7% POWER FINANCE 24-12-11	0.59	AAA
9.25% EXIM BANK 13-12-02	0.56	AAA
10% NABARD 18-06-10	0.54	AAA
11% POWER FINANCE CORPORATION LTD 15-09-2018	0.38	AAA
10.60% IRFC 11-09-2018	0.38	AAA
9.90% TATA SONS 20-05-11	0.35	AAA
9.20% HDFC LTD 09-02-12	0.34	AAA
8.65% HDFC LTD 12-09-11	0.34	AAA
6.10% IRFC 13-05-10	0.33	AAA
10% NABARD SER IX 14-05-12	0.21	AAA
9.25% POWER GRID CORPORATION 09-02-2013	0.17	AAA
9.76% IRFC 03-07-12	0.14	AAA

total corporate bonds 11.82

gilts

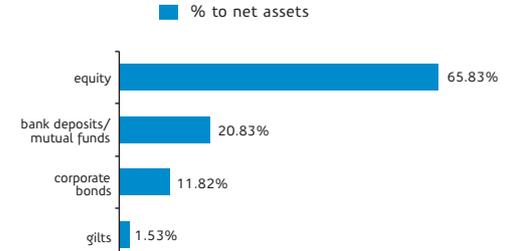
		SOVEREIGN
8.24% GOI 22-04-2018	1.46	
7.44% GOI SPL OIL BOND 2012 23-03-2012	0.07	

total gilts 1.53

equity

OIL REFINERIES	13.58	
RELIANCE INDUSTRIES	8.48	1.19
OIL & NATURAL GAS CORPORATION	2.56	0.84
RELIANCE PETROLEUM	0.87	1.03
BHARAT PETROLEUM	0.87	0.49
HINDUSTAN PETROLEUM CORP LTD FV10	0.52	0.41
INDIAN OIL CORPORATION	0.28	0.46
BANKING & FINANCE	11.85	
STATE BANK OF INDIA	3.36	1.19
ICICI BANK	2.46	1.62
HDFC BANK	1.49	1.05
HDFC	1.24	1.26
BANK OF BARODA	1.10	0.98
AXIS BANK	0.92	1.46
FEDERAL BANK	0.79	0.90
PUNJAB NATIONAL BANK	0.48	1.02
IT	6.16	
INFOSYS TECHNOLOGIES	3.06	0.60
TATA CONSULTANCY SERVICES	2.47	0.83
WIPRO LTD	0.62	0.99
CAP GOODS / ENGINEERING	5.75	
BHARAT HEAVY ELECTRICALS	2.90	0.99
LARSEN & TOUBRO	1.91	1.25
CUMMINS INDIA	0.43	0.61
CROMPTON GREAVES	0.37	1.22
ALSTOM PROJECTS INDIA	0.13	1.06
POWER	4.97	
NTPC	2.21	0.71
TATA POWER	1.95	1.04
AREVA T & D INDIA LTD	0.64	0.93
POWER GRID CORPORATION OF INDIA LTD	0.17	0.78
TELECOM	4.08	
BHARTI AIRTEL	3.83	1.02
RELIANCE COMMUNICATIONS	0.25	1.57
METALS	3.85	
TATA STEEL	1.12	1.48
STEEL AUTHORITY OF INDIA	0.99	1.28
STERLITE INDUSTRIES	0.89	1.26
JINDAL STEEL AND POWER LTD	0.59	1.30
HINDALCO INDUSTRIES	0.15	1.16
NATIONAL ALUMINIUM COMPANY LTD	0.11	0.88
PHARMACEUTICALS	3.60	
DIVIS LABORATORIES	1.17	0.72
SUN PHARMACEUTICALS	0.95	0.33
CIPLA LTD	0.95	0.52
RANBAXY LAB	0.37	0.76
JUBILANT ORGANOSYS	0.17	0.45
FMCG	3.29	
HINDUSTAN UNILEVER	2.00	0.42
ITC LTD	1.19	0.51
MARICO LTD.	0.10	0.35
AUTOMOBILES	2.35	
MARUTI SUZUKI INDIA	1.12	0.69
BAJAJ AUTO LTD	0.73	0.60
MAHINDRA & MAHINDRA LTD	0.51	0.97
CEMENT & CEMENT PRODUCTS	1.81	
GRASIM INDUSTRIES	0.77	0.74
ACC LTD	0.59	0.69
ULTRATECH CEMENT LTD	0.44	0.59
OIL EXPLORATION	1.34	
CAIRN INDIA	1.34	0.93
GAS	1.27	
GAIL (INDIA)	1.27	0.80
CONSTRUCTION	1.01	
JAIPRAKASH ASSOCIATES	0.80	1.97
IVRCL INFRASTRUCTURES	0.15	1.76
GAMMON INDIA	0.06	0.89
LOGISTICS	0.50	
CONTAINER CORP OF INDIA	0.50	0.29
RETAIL	0.42	
PANTALOON RETAIL	0.40	0.86
PANTALOON RETAIL INDIA LTD	0.02	0.86
total equity	65.83	
total bank deposits/mutual funds	20.83	
total net assets	100.00	

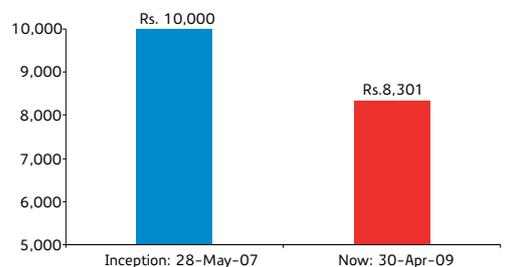
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio:	1.53 years
YTM of debt portfolio:	9.15%
Beta of equity portfolio:	0.97

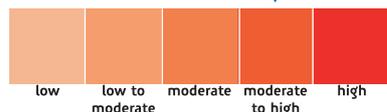
growth of initial investment of Rs. 10,000 in AIP



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 49.42%.

The allocation to gilts was lower at 3.13% from 3.58% compared in previous month. Allocation to corporate bonds was also reduced to 23.20% from 24.90%. Accordingly the exposure in short term assets was increased to 24.25% from 22.35% in the previous month.

target asset allocation

Debt.:	40%
Equity:	60%

benchmark construction

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

ULIP High Growth Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-14.14%	-16.01%	23.28%	24.90%	-0.82	-0.84
last 2 years (CAGR)	-0.27%	-1.14%	21.87%	22.28%	-0.24	-0.28
since inception (CAGR)	1.70%	1.64%	21.23%	21.59%	-0.16	-0.16
date of inception	march, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

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

10.60% IRFC 11-09-2018	1.59	AAA
10.75% RECL LTD 14-04-11	1.27	AAA
10.10% POWER GRID CORP 12-06-12	1.24	AAA
9.50% NABARD SER IX 15-10-12	1.23	AAA
9.80% POWER FINANCE CORP 22-03-12	1.22	AAA
9.25% EXIM BANK 13-12-02	1.22	AAA
9.45% RECL LTD 04-04-13	1.22	AAA
11.65% HDFC LTD 09-09-10	1.22	AAA
9.90% TATA SONS 20-05-11	1.21	AAA
10.20% HDFC LTD 13-04-10	1.18	AAA
6.31% EXIM BANK 17-01-10	1.14	AAA
6.00% INDIAN HOTEL 13-05-11	1.12	AA+
9.68% IRFC 03-07-10	0.95	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	0.79	AAA
10.00% HDFC LTD 19-03-2010	0.71	AAA
9.75% LIC HOUSING FIN LTD 24-09-09	0.69	AAA
11.50% RECL LTD 26-11-2013	0.66	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	0.56	AA+
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	0.52	AAA
10% NABARD 18-06-10	0.52	AAA
10.90% RECL LTD 30-09-2013	0.51	AAA
9.65% NABARD SER IX 10-09-10	0.51	AAA
9.50% INDIAN HOTEL 28-02-12	0.48	AA+
7.60% ICICI BANK 30-12-15	0.47	AAA
8.45% IRFC NCD 26-12-2018	0.47	AAA
11% POWER FINANCE CORPORATION LTD 15-09-2018	0.27	AAA
9.76% IRFC 03-07-12	0.25	AAA

total corporate bonds 23.20

gilts

		SOVEREIGN
7.37% GOI 2014 16-04-2014	1.45	
5.87% GOI 02-01-2010	1.39	
6.72% GOI 2014 24-02-2014	0.24	
9.39% GOI 2011 02-07-2011	0.05	
total gilts	3.13	

equity

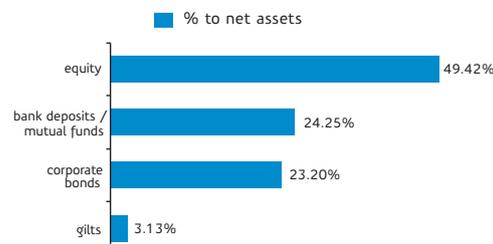
OIL REFINERIES	9.93	
RELIANCE INDUSTRIES	6.27	1.19
OIL & NATURAL GAS CORPORATION	1.89	0.84
RELIANCE PETROLEUM	0.68	1.03
BHARAT PETROLEUM	0.64	0.49
HINDUSTAN PETROLEUM CORP LTD FV10	0.42	0.41
INDIAN OIL CORPORATION	0.03	0.46
BANKING & FINANCE	8.92	
STATE BANK OF INDIA	2.53	1.19
ICICI BANK	1.83	1.62
HDFC BANK	1.11	1.05
HDFC	0.92	1.26
BANK OF BARODA	0.86	0.98
AXIS BANK	0.68	1.46
FEDERAL BANK	0.63	0.90
PUNJAB NATIONAL BANK	0.35	1.02
IT	4.67	
INFOSYS TECHNOLOGIES	2.24	0.60
TATA CONSULTANCY SERVICES	1.97	0.83
WIPRO LTD	0.46	0.99
CAP GOODS / ENGINEERING	4.34	
BHARAT HEAVY ELECTRICALS	2.17	0.99
LARSEN & TOUBRO	1.40	1.25
CUMMINS INDIA	0.36	0.61
CROMPTON GREAVES	0.29	1.22
ALSTOM PROJECTS INDIA	0.13	1.06
POWER	3.75	
NTPC	1.66	0.71
TATA POWER	1.44	1.04
AREVA T & D INDIA LTD	0.53	0.93
POWER GRID CORPORATION OF INDIA LTD	0.13	0.78
TELECOM	3.00	
BHARTI AIRTEL	2.71	1.02
RELIANCE COMMUNICATIONS	0.28	1.57
METALS	2.88	
STEEL AUTHORITY OF INDIA	0.81	1.28
TATA STEEL	0.77	1.48
STERLITE INDUSTRIES	0.65	1.26
JINDAL STEEL AND POWER LTD	0.45	1.30
HINDALCO INDUSTRIES	0.11	1.16
NATIONAL ALUMINIUM COMPANY LTD	0.08	0.88
PHARMACEUTICALS	2.69	
DIVIS LABORATORIES	0.89	0.72
SUN PHARMACEUTICALS	0.70	0.33
CIPLA LTD	0.70	0.52
RANBAXY LAB	0.27	0.76
JUBILANT ORGANOSYS	0.13	0.45
FMCG	2.45	
HINDUSTAN UNILEVER	1.50	0.42
ITC LTD	0.88	0.51
MARICO LTD.	0.07	0.35
AUTOMOBILES	1.82	
MARUTI SUZUKI INDIA	0.82	0.69
BAJAJ AUTO LTD	0.55	0.60
MAHINDRA & MAHINDRA LTD	0.45	0.97
CEMENT & CEMENT PRODUCTS	1.36	
GRASIM INDUSTRIES	0.59	0.74
ACC LTD	0.43	0.69
ULTRATECH CEMENT LTD	0.34	0.59
GAS	1.08	
GAIL (INDIA)	1.08	0.80
OIL EXPLORATION	0.99	
CAIRN INDIA	0.99	0.93
CONSTRUCTION	0.79	
JAIPRAKASH ASSOCIATES	0.63	1.97
IVRCL INFRASTRUCTURES	0.12	1.76
GAMMON INDIA	0.04	0.89
LOGISTICS	0.41	
CONTAINER CORPORATION OF INDIA	0.41	0.29
RETAIL	0.35	
PANTALOON RETAIL	0.33	0.86
PANTALOON RETAIL INDIA LTD	0.01	0.86

total equity 49.42

total bank deposits/mutual funds 24.25

total net assets 100.00

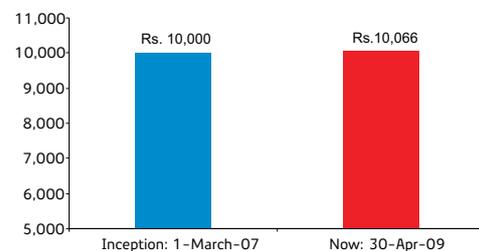
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio:	1.37years
YTM of debt portfolio:	8.54%
Beta of equity portfolio:	0.97

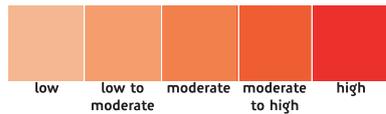
growth of initial investment of Rs. 10,000 in MGP



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



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 41.48%.

The allocation to gilts was decreased to 3.69% from 4.11%. Allocation to corporate bonds was also reduced to 30.53% from 33.77%. Accordingly allocation to short term assets was increased to 24.30% from 21.56%.

target asset allocation

Debt.:	50%
Equity:	50%

benchmark construction

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

ULIP Growth Plus Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-9.47%	-11.65%	20.10%	21.01%	-0.72	-0.79
last 2 years (CAGR)	1.66%	0.87%	18.45%	18.73%	-0.18	-0.22
since inception (CAGR)	3.08%	3.19%	17.89%	18.14%	-0.11	-0.10
date of inception	march, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

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

10.90% RECL LTD 30-09-2013	6.03	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	4.32	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	2.47	AAA
11.10% POWER FINANCE CORP 15-09-13	2.43	AAA
11.15% POWER FINANCE CORP 15-09-11	2.35	AAA
9.65% NABARD SER IX 10-09-10	1.62	AAA
9.50% NABARD SER IX 15-10-12	1.38	AAA
11% POWER FINANCE CORPORATION LTD 15-09-2018	1.25	AAA
10.90% RECL LTD 14-04-13	1.20	AAA
8.65% HDFC LTD 12-09-11	1.12	AAA
10.00% HDFC LTD 19-03-2010	1.11	AAA
10.60% IRFC 11-09-2018	0.62	AAA
9.90% TATA SONS 20-05-11	0.57	AAA
9.20% HDFC LTD 09-02-12	0.57	AAA
8.95% HDFC LTD 29-10-10	0.55	AAA
6.10% IRFC 13-05-10	0.54	AAA
9.25% EXIM BANK 13-12-02	0.46	AAA
7% POWER FINANCE 24-12-11	0.43	AAA
7.60% ICICI BANK 30-12-15	0.42	AAA
6.10% POWER GRID CORPORATION 17-07-10	0.27	AAA
10% NABARD SER IX 14-05-12	0.23	AAA
9.35% IL & FS LTD 22-10-10	0.22	AAA
8.50% EXIM BANK 26-09-11	0.22	AAA
10.10% POWER GRID CORP 12-06-11	0.14	AAA

total corporate bonds 30.53

gilts

		SOVEREIGN
6.72% GOI 2014 24-02-2014	2.22	
5.48% GOI 12.06.2009	1.08	
7.37% GOI 2014 16-04-2014	0.28	
7.44% GOI SPL OIL BOND 2012 23-03-2012	0.11	

total gilts 3.69

equity

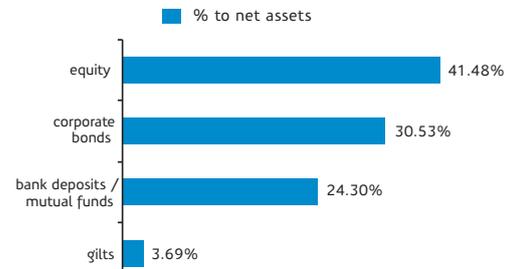
OIL REFINERIES	8.58	
RELIANCE INDUSTRIES	5.40	1.19
OIL & NATURAL GAS CORPORATION	1.63	0.84
RELIANCE PETROLEUM	0.56	1.03
BHARAT PETROLEUM	0.51	0.49
HINDUSTAN PETROLEUM CORP LTD FV10	0.32	0.41
INDIAN OIL CORPORATION	0.17	0.46
BANKING & FINANCE	7.45	
STATE BANK OF INDIA	2.14	1.19
ICICI BANK	1.56	1.62
HDFC BANK	0.94	1.05
HDFC	0.77	1.26
BANK OF BARODA	0.70	0.98
AXIS BANK	0.58	1.46
FEDERAL BANK	0.47	0.90
PUNJAB NATIONAL BANK	0.29	1.02
IT	3.96	
INFOSYS TECHNOLOGIES	1.95	0.60
TATA CONSULTANCY SERVICES	1.62	0.83
WIPRO LTD	0.39	0.99
CAP GOODS / ENGINEERING	3.61	
BHARAT HEAVY ELECTRICALS	1.83	0.99
LARSEN & TOUBRO	1.21	1.25
CUMMINS INDIA	0.26	0.61
CROMPTON GREAVES	0.22	1.22
ALSTOM PROJECTS INDIA	0.08	1.06
POWER	3.08	
NTPC	1.34	0.71
TATA POWER	1.24	1.04
AREVA T & D INDIA LTD	0.40	0.93
POWER GRID CORPORATION OF INDIA LTD	0.10	0.78
METALS	2.46	
TATA STEEL	0.72	1.48
STEEL AUTHORITY OF INDIA	0.64	1.28
STERLITE INDUSTRIES	0.56	1.26
JINDAL STEEL AND POWER LTD	0.37	1.30
HINDALCO INDUSTRIES	0.09	1.16
NATIONAL ALUMINIUM COMPANY LTD	0.07	0.88
TELECOM	2.45	
BHARTI AIRTEL	2.33	1.02
RELIANCE COMMUNICATIONS	0.11	1.57
PHARMACEUTICALS	2.24	
DIVIS LABORATORIES	0.72	0.72
CIPLA LTD	0.60	0.52
SUN PHARMACEUTICALS	0.59	0.33
RANBAXY LAB	0.22	0.76
JUBILANT ORGANOSYS	0.10	0.45
FMCG	2.07	
HINDUSTAN UNILEVER	1.26	0.42
ITC LTD	0.75	0.51
MARICO LTD.	0.06	0.35
AUTOMOBILES	1.50	
MARUTI SUZUKI INDIA	0.71	0.69
BAJAJ AUTO LTD	0.43	0.60
MAHINDRA & MAHINDRA LTD	0.36	0.97
CEMENT & CEMENT PRODUCTS	1.15	
GRASIM INDUSTRIES	0.50	0.74
ACC LTD	0.37	0.69
ULTRATECH CEMENT LTD	0.28	0.59
GAS	0.91	
GAIL (INDIA)	0.91	0.80
OIL EXPLORATION	0.84	
CAIRN INDIA	0.84	0.93
CONSTRUCTION	0.62	
JAIPRAKASH ASSOCIATES	0.51	1.97
IVRCL INFRASTRUCTURES	0.09	1.76
GAMMON INDIA	0.02	0.89
LOGISTICS	0.30	
CONTAINER CORPORATION OF INDIA	0.30	0.29
RETAIL	0.25	
PANTALOON RETAIL	0.24	0.86
PANTALOON RETAIL INDIA LTD	0.01	0.86

total equity 41.48

total bank deposits/mutual funds 24.30

total net assets 100.00

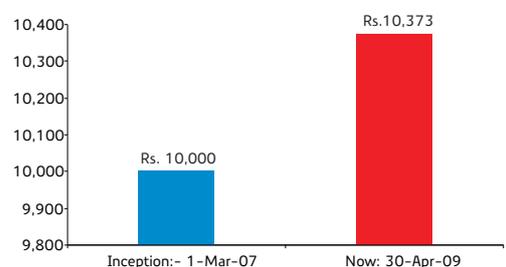
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio:	1.76 years
YTM of debt portfolio:	8.46%
Beta of equity portfolio:	0.97

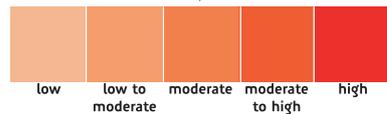
growth of initial investment of Rs. 10,000 in MGP



fund objective

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

fund risk profile



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 33.23%.

The allocation to corporate bonds was slightly decreased to 42.84% from 42.89% due to profit booking. The allocation to the G-sec was increased to 4.64% from 4.08%. Accordingly the allocation to short term bank deposits and CDs/CPs was decreased to 19.29% from 20.48%.

target asset allocation

Debt.:	60%
Equity:	40%

benchmark construction

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

ULIP Growth Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	-5.25%	-7.23%	17.00%	17.14%	-0.60	-0.71
last 2 years (CAGR)	3.74%	4.13%	15.62%	15.27%	-0.08	-0.06
last 3 years (CAGR)	5.08%	6.15%	13.59%	13.34%	0.01	0.09
since inception (CAGR)	11.00%	11.49%	11.83%	11.59%	0.51	0.56
date of inception	august, 2004					

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

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

11.95% HDFC LTD 26-11-2018	2.95	AAA
8.25% IDBI OMNI BOND SER III 26-05-11	2.94	AA+
11.15% POWER FINANCE CORP 15-09-11	2.63	AAA
9.50% NABARD SER IX I 15-10-12	2.52	AAA
9.25% HDFC LTD 24-11-2016	2.52	AAA
10.25% HDFC LTD 16-05-17	2.52	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	2.48	AAA
9.58% EXIM BANK 04-09-09	2.42	AAA
11% POWER FINANCE CORPORATION LTD 15-09-2018	2.24	AAA
8.95% HDFC LTD 29-10-10	2.23	AAA
7.15% IND OIL BOND 10-06-12	1.90	AAA
11.40% POWER FINANCE CORP 28-11-13	1.65	AAA
7.39% POWER GRID CORP 22-09-11	1.55	AAA
9.50% INDIAN HOTEL 28-02-12	1.50	AA+
9.80% TATA STEEL 07-05-11	1.50	AAA
9.35% HDFC LTD 09-11-09	1.47	AAA
8.45% IRFC 26-12-2018	1.47	AAA
10.90% RECL LTD 14-04-13	1.35	AAA
11.10% POWER FINANCE CORP 15-09-13	1.09	AAA
9.90% TATA SONS 20-05-11	1.02	AAA
9.05% EXIM BANK 06-11-10	0.99	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	0.83	AAA
9.68% IRFC 03-07-10	0.80	AAA
10.60% IRFC 11-09-2018	0.28	AAA
total corporate bonds	42.84	

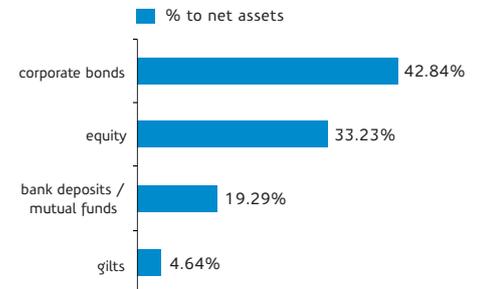
gilts

		SOVEREIGN
5.87% GOI 02-01-2010	2.47	
7.44% GOI SPL OIL BOND 2012 23-03-2012	2.15	
8.35% GOI 2022 14-05-2022	0.02	
total gilts	4.64	

equity

OIL REFINERIES	6.66	
RELIANCE INDUSTRIES	4.15	1.19
OIL & NATURAL GAS CORPORATION	1.27	0.84
RELIANCE PETROLEUM	0.42	1.03
BHARAT PETROLEUM	0.42	0.49
HINDUSTAN PETROLEUM CORP LTD FV10	0.25	0.41
INDIAN OIL CORPORATION	0.14	0.46
BANKING & FINANCE	5.98	
STATE BANK OF INDIA	1.72	1.19
ICICI BANK	1.23	1.62
HDFC BANK	0.75	1.05
HDFC	0.62	1.26
BANK OF BARODA	0.56	0.98
AXIS BANK	0.45	1.46
FEDERAL BANK	0.41	0.90
PUNJAB NATIONAL BANK	0.23	1.02
IT	3.13	
INFOSYS TECHNOLOGIES	1.52	0.60
TATA CONSULTANCY SERVICES	1.29	0.83
WIPRO LTD	0.32	0.99
CAP GOODS / ENGINEERING	2.98	
BHARAT HEAVY ELECTRICALS	1.47	0.99
LARSEN & TOUBRO	1.00	1.25
CUMMINS INDIA	0.23	0.61
CROMPTON GREAVES	0.20	1.22
ALSTOM PROJECTS INDIA	0.08	1.06
POWER	2.57	
NTPC	1.15	0.71
TATA POWER	0.98	1.04
AREVA T & D INDIA LTD	0.35	0.93
POWER GRID CORPORATION OF INDIA LTD	0.08	0.78
TELECOM	2.09	
BHARTI AIRTEL	1.84	1.02
RELIANCE COMMUNICATIONS	0.25	1.57
PHARMACEUTICALS	1.85	
DIVIS LABORATORIES	0.62	0.72
SUN PHARMACEUTICALS	0.47	0.33
CIPLA LTD	0.47	0.52
RANBAXY LAB	0.18	0.76
JUBILANT ORGANOSYS	0.10	0.45
METALS	1.78	
STEEL AUTHORITY OF INDIA	0.48	1.28
STERLITE INDUSTRIES	0.45	1.26
TATA STEEL	0.44	1.48
JINDAL STEEL AND POWER LTD	0.30	1.30
HINDALCO INDUSTRIES	0.06	1.16
NATIONAL ALUMINIUM COMPANY LTD	0.05	0.88
FMCG	1.64	
HINDUSTAN UNILEVER	0.99	0.42
ITC LTD	0.60	0.51
MARICO LTD.	0.05	0.35
AUTOMOBILES	1.22	
MARUTI SUZUKI INDIA	0.56	0.69
BAJAJ AUTO LTD	0.38	0.60
MAHINDRA & MAHINDRA LTD	0.29	0.97
CEMENT & CEMENT PRODUCTS	0.92	
GRASIM INDUSTRIES	0.40	0.74
ACC LTD	0.30	0.69
ULTRATECH CEMENT LTD	0.22	0.59
GAS	0.72	
GAIL (INDIA)	0.72	0.80
OIL EXPLORATION	0.67	
CAIRN INDIA	0.67	0.93
CONSTRUCTION	0.54	
JAIPRAKASH ASSOCIATES	0.43	1.97
IVRCL INFRASTRUCTURES	0.08	1.76
GAMMON INDIA	0.03	0.89
LOGISTICS	0.26	
CONTAINER CORPORATION OF INDIA	0.26	0.29
RETAIL	0.22	
PANTALOON RETAIL	0.21	0.86
PANTALOON RETAIL INDIA LTD	0.01	0.86
total equity	33.23	
total bank deposits/mutual funds	19.29	
total net assets	100.00	

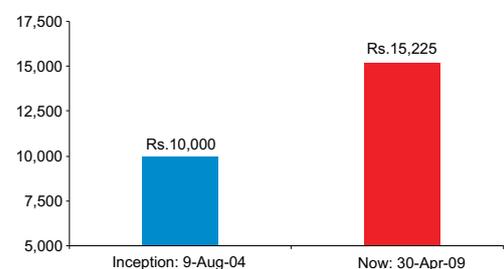
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio:	2.14 years
YTM of debt portfolio:	8.15%
Beta of equity portfolio:	0.97

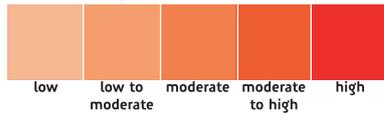
growth of initial investment of Rs. 10,000 in MRP



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



fund manager's report

The month of April saw the markets ending in the green. The trend was influenced by increasing positive triggers from the macro economy globally. The markets saw buying from the FIIs for the month. But looking at the volatile trend in the markets and the risk profile of the scheme, the holding in equities was kept at 15.91%.

The allocation to gilts was slightly decreased to 14.33% from 14.39%. The exposure in corporate bonds was also decreased to 56.42% from 59.46%. Accordingly, exposure in short-term bank deposits and CDs/CPs has been increased to 13.34% from 10.21%.

target asset allocation

Debt.:	80%
Equity:	20%

benchmark construction

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

ULIP Balanced Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	4.36%	1.75%	10.22%	9.52%	-0.06	-0.34
last 2 years (CAGR)	8.14%	7.24%	8.86%	8.24%	0.35	0.27
last 3 years (CAGR)	7.73%	7.48%	7.69%	7.17%	0.35	0.35
since inception (CAGR)	10.64%	9.30%	5.98%	5.80%	0.94	0.74
date of inception			February, 2003			

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

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

11.45% RELIANCE INDUSTRIES LTD MD 25-11-2013	5.08	AAA
11.45% RELIANCE INDUSTRIES LTD MD 25-11-2013	4.69	AAA
11.40% POWER FINANCE CORP 28-11-13	2.60	AAA
10.95% RECL LTD MD 14-04-11	2.47	AAA
9.90% TATA SONS 20-05-11	2.41	AAA
8.50% EXIM BANK 13-12-02	2.35	AAA
8.95% HDFC LTD 16-01-11	2.12	AAA
9.50% NABARD SER IX 15-10-12	1.92	AAA
9.65% NABARD SER IX 10-09-10	1.86	AAA
9.80% ICICI BANK LTD 10-02-13	1.85	AAA
9.50% INDIAN HOTEL 28-02-12	1.78	AA+
8.40% EXIM BANK 20-09-10	1.74	AAA
10% NABARD SER IX 14-05-12	1.45	AAA
10.75% RECL LTD MD 14-04-11	1.26	AAA
9.80% POWER FINANCE CORP 22-03-12	1.22	AAA
11.65% HDFC LTD 09-09-10	1.21	AAA
8.83% IRFC 29-10-12	1.20	AAA
9.80% TATA STEEL 07-05-11	1.18	AAA
8.94% LIC HOUSING FIN LTD MD 16-01-11	1.18	AAA
10.20% HDFC LTD 13-04-10	1.18	AAA
9.40% TATA TEA LTD 18-11-10	1.12	AA
9.24% L & T FINANCE 30-07-10	1.17	AA+
7.20% HDFC 03-06-10	1.10	AAA
9.35% LIC HOUSING FINANCE LTD 23-11-12	0.97	AAA
9.35% IL & FS LTD 22-10-10	0.90	AAA
10.10% POWER GRID CORP 12-06-11	0.88	AAA
9.30% POWER FINANCE CORPORATION LTD MD 12-03-2013	0.84	AAA
9% TATA SONS 27-07-10	0.82	AAA
9.75% LIC HOUSING FIN LTD MD 24-09-09	0.76	AAA
10.90% RECL LTD MD 14-04-11	0.74	AAA
6.50% HINDALCO LTD 06-09-09	0.72	AA+
9.76% IRFC 03-07-12	0.71	AAA
9.79% IDFC 11-09-2009	0.69	AAA
9.68% IRFC 03-07-10	0.68	AAA
6.00% INDIAN HOTEL 13-05-11	0.64	AA+
9.25% EXIM BANK 13-12-02	0.60	AAA
8.50% HDFC LTD 29-08-09	0.57	AAA
10% NABARD 18-06-10	0.47	AAA
8.45% IRFC MD 26-12-2018	0.46	AAA
10.60% IRFC 11-09-2018	0.39	AAA
11% POWER FINANCE CORPORATION LTD 15-09-2011	0.27	AAA
11.15% POWER FINANCE CORPORATION LTD 15-09-2011	0.12	AAA

total corporate bonds 56.42

gilts

8.30% MAHARASHTRA GOI 25-03-2019	3.81	
7.37% GOI 2014 16-04-2014	3.29	
7.44% GOI SPL OIL BOND 23-03-2012	1.90	
8.24% TAMIL NADU STATE GOVT GSEC 25-03-2019	1.26	
5.87% GOI 02-01-2010	1.20	
5.48% GOI 12-06-2009	1.14	
7.46% GOI 2017 28-8-2017	0.82	
6.72% GOI 2014 24-02-2014	0.47	
8.24% GOI 22-04-2018	0.43	

total gilts 14.33

equity

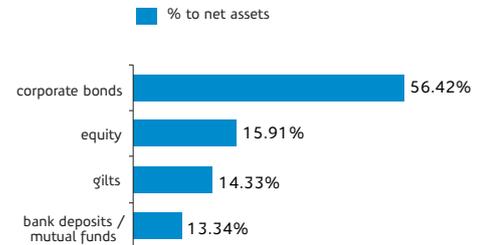
BANKING & FINANCE	2.95	
STATE BANK OF INDIA	0.86	1.19
ICICI BANK	0.60	1.62
HDFC BANK	0.37	1.05
HDFC	0.31	1.26
BANK OF BARODA	0.27	0.98
AXIS BANK	0.21	1.46
FEDERAL BANK	0.21	0.90
PUNJAB NATIONAL BANK	0.11	1.02
OIL REFINERIES	2.90	
RELIANCE INDUSTRIES	1.56	1.19
OIL & NATURAL GAS CORPORATION	0.62	0.84
BHARAT PETROLEUM	0.21	0.49
RELIANCE PETROLEUM	0.21	1.03
HINDUSTAN PETROLEUM CORP LTD FV10	0.13	0.41
INDIAN OIL CORPORATION	0.07	0.46
IT	1.55	
INFOSYS TECHNOLOGIES	0.76	0.60
TATA CONSULTANCY SERVICES	0.63	0.83
WIPRO LTD	0.15	0.99
CAP GOODS / ENGINEERING	1.49	
BHARAT HEAVY ELECTRICALS	0.73	0.99
LARSEN & TOUBRO	0.49	1.25
CUMMINS INDIA	0.12	0.61
CROMPTON GREAVES	0.10	1.22
ALSTOM PROJECTS INDIA	0.05	1.06
POWER	1.27	
NTPC	0.57	0.71
TATA POWER	0.47	1.04
AREVA T & D INDIA LTD	0.19	0.93
POWER GRID CORPORATION OF INDIA LTD	0.04	0.78
TELECOM	1.06	
BHARTI AIRTEL	0.90	1.02
RELIANCE COMMUNICATIONS	0.17	1.57
PHARMACEUTICALS	0.91	
DIVIS LABORATORIES	0.31	0.72
SUN PHARMACEUTICALS	0.23	0.33
CIPLA LTD	0.23	0.52
RANBAXY LAB	0.09	0.76
JUBILANT ORGANOSYS	0.06	0.45
METALS	0.84	
STEEL AUTHORITY OF INDIA	0.23	1.28
STERLITE INDUSTRIES	0.21	1.26
TATA STEEL	0.19	1.48
JINDAL STEEL AND POWER LTD	0.15	1.30
HINDALCO INDUSTRIES	0.03	1.16
NATIONAL ALUMINIUM COMPANY LTD	0.03	0.88
FMCG	0.79	
HINDUSTAN UNILEVER	0.48	0.42
ITC LTD	0.29	0.51
MARICO LTD.	0.02	0.35
AUTOMOBILES	0.58	
MARUTI SUZUKI INDIA	0.27	0.69
BAJAJ AUTO LTD	0.17	0.60
MAHINDRA & MAHINDRA LTD	0.14	0.97
CEMENT & CEMENT PRODUCTS	0.45	
GRASIM INDUSTRIES	0.19	0.74
ACC LTD	0.14	0.69
ULTRATECH CEMENT LTD	0.11	0.59
GAS	0.35	
GAIL (INDIA)	0.35	0.80
OIL EXPLORATION	0.32	
CAIRN INDIA	0.32	0.93
CONSTRUCTION	0.29	
JAIPRAKASH ASSOCIATES	0.23	1.97
IVRCL INFRASTRUCTURES	0.04	1.76
GAMMON INDIA	0.02	0.89
LOGISTICS	0.13	
CONTAINER CORPORATION OF INDIA	0.13	0.29
RETAIL	0.12	
PANTALOON RETAIL	0.11	0.86
PANTALOON RETAIL INDIA LTD	0.01	0.86

total equity 15.91

total bank deposits/mutual funds 13.34

total net assets 100.00

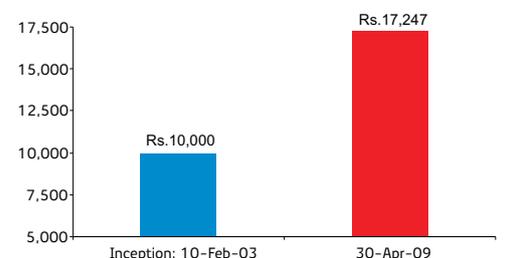
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio:	2.36 years
YTM of debt portfolio:	7.42%
Beta of equity portfolio:	0.97

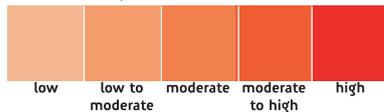
growth of initial investment of Rs. 10,000



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



ULIP Corporate Bond Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	13.49%	10.08%	5.41%	6.90%	1.57	0.74
since inception (CAGR)	11.99%	9.17%	4.15%	5.20%	1.68	0.80
date of inception	may, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security % to net assets rating

corporate bonds

11.30% ACC LTD 10-12-2013	6.33	AAA
9.05% EXIM BANK 06-11-10	5.39	AAA
9.25% EXIM BANK 13-12-02	5.31	AAA
10.48% GRASIM INDUSTRIES LTD 16-12-2013	5.03	AAA
8.50% HDFC LTD. 29-08-09	3.89	AAA
10.35% HDFC LTD SR E006 06-06-2017	3.71	AAA
9.32% HDFC LTD 17-12-12	2.51	AAA
9.20% HDFC LTD 09-02-12	2.34	AAA
9.50% HDFC LTD 27-02-2013	2.26	AAA
10.00% HDFC LTD 19-03-2010	2.26	AAA
8.95% HDFC LTD 16-01-11	2.19	AAA
8.88% IDFC 07-01-11	2.19	AAA
6.00% INDIAN HOTEL 13-05-11	2.18	AAA
9.76% IRFC 03-07-12	2.16	AAA
8.75% IRFC 07-01-13	1.43	AAA
10.60% IRFC 11-09-2018	1.35	AAA
9.35% LIC HOUSING FINANCE LTD 23-11-12	1.32	AAA
9.75% LIC HOUSING FIN LTD 24-09-09	1.16	AAA
8.94% LIC HOUSING FIN LTD 16-01-11	1.06	AAA
10.05% NABARD 11-06-14	0.94	AAA
9.65% NABARD SER IX 10-09-10	0.91	AAA
7.39% POWER GRID CORP 22-09-11	0.90	AAA
9.47% POWER GRID CORPORATION 31-03-13	0.88	AAA
9.33% POWER GRID CORPORATION LTD 15-12-2013	0.86	AAA
11% POWER FINANCE CORPOARTION LTD 15-09-2018	0.77	AAA
11.15% POWER FINANCE CORP 15-09-11	0.73	AAA
11.10% POWER FINANCE CORP 15-09-13	0.67	AAA
11.40% POWER FINANCE CORP 28-11-13	0.64	AAA
11.25% POWER FINANCE CORP LTD 28-11-2018	0.49	AAA
9.30% POWER FINANCE CORP LTD 12-03-2013	0.47	AAA
7% POWER FINANCE 24-12-11	0.45	AAA
9.45% RECL LTD 04-04-13	0.45	AAA
10.90% RECL LTD 14-04-13	0.44	AAA
10.90% RECL LTD 30-09-2013	0.44	AAA
11.35% RECL LTD 24-10-13	0.44	AAA
11.50% RECL LTD 26-11-2013	0.43	AAA
8.65% RECL LTD 15-01-2019	0.24	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	0.24	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	0.14	AAA
9.80% TATA STEEL 07-05-11	0.14	AA
9.40% TATA TEA LTD 08-11-10	0.14	AA

total corporate bonds 65.86

gilts SOVEREIGN

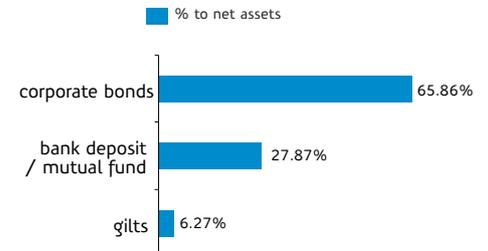
6.05% GOI 02-02-2019	4.20
7.46% GOI 2017 28-8-2017	1.62
7.56% GOI MD 03-11-2014	0.46

total gilts 6.27

total bank deposits/mutual funds 27.87

total net assets 100.00

asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 2.85 years
YTM of debt portfolio: 8.04%

fund manager's report

The exposure to corporate bonds was decreased to 65.86% from 69.64%. We increased exposure in gilts to the extent of 6.27% from 4.80%. 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

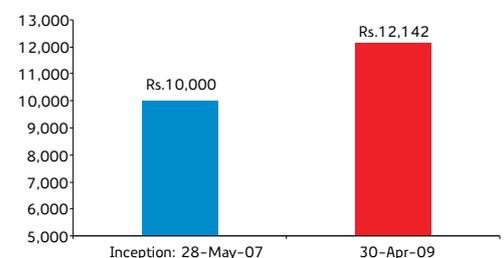
target asset allocation

Bond Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

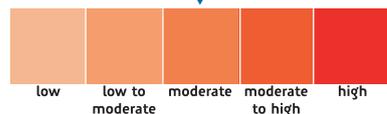
growth of initial investment of Rs. 10,000 in AIP



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



ULIP Pure Debt Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	13.70%	10.08%	4.79%	6.90%	1.82	0.74
since inception (CAGR)	11.01%	8.82%	3.44%	4.99%	1.75	0.76
date of inception			april, 2007			

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security % to net assets rating

corporate bonds

11% POWER FINANCE CORP LTD 15-09-2018	6.04	AAA
11.45% RELIANCE INDU LTD 25-11-2013	5.71	AAA
11.10% POWER FINANCE CORP 15-09-13	4.31	AAA
8.55% IRFC 15-01-2019	4.11	AAA
11.45% RELIANCE INDU LTD 25-11-2013	3.22	AAA
9% TATA SONS 27-07-10	2.68	AAA
8.75% IRFC 07-01-13	2.51	AAA
11.95% HDFC LTD 26-11-2018	2.47	AAA
10.60% IRFC 11-09-2018	2.32	AAA
10.90% RECL LTD 30-09-2013	2.25	AAA
9.33% POWER GRID CORP LTD 15-12-2013	2.14	AAA
8.98% NCRPB 14-02-2018	2.14	AAA
9.68% IRFC 03-07-10	2.08	AAA
8.50% EXIM BANK 26-09-11	1.99	AAA
8.65% HDFC LTD 12-09-11	1.46	AAA
7% POWER FINANCE 24-12-11	1.41	AAA
11.40% POWER FINANCE CORP 28-11-13	1.38	AAA
10.90% RECL LTD 14-04-13	1.35	AAA
11.35% RECL LTD 24-10-13	1.32	AAA
9.20% HDFC LTD 09-02-12	1.27	AAA
9.75% LIC HOUSING FIN LTD 24-09-09	1.09	AAA
8.40% EXIM BANK 28-09-10	1.03	AAA
9.35% LIC HOUSING FINANCE LTD 23-11-12	0.86	AAA
9.90% TATA SONS 20-05-11	0.85	AAA
8.94% LIC HOUSING FIN LTD 16-01-11	0.83	AAA
10.10% POWER GRID CORP 12-06-11	0.53	AAA
11.50% RECL LTD 26-11-2013	0.46	AAA
10% NABARD SER IX 14-05-12	0.43	AAA
9.80% TATA STEEL 07-05-11	0.42	AA
9.35% IL & FS LTD 22-10-10	0.42	AAA
9.35% HDFC LTD 09-11-09	0.41	AAA
9.76% IRFC 03-07-12	0.26	AAA
7.60% ICICI BANK 30-12-15	0.20	AAA
7.20% HDFC 03-06-10	0.08	AAA

total corporate bonds 60.02

gilts

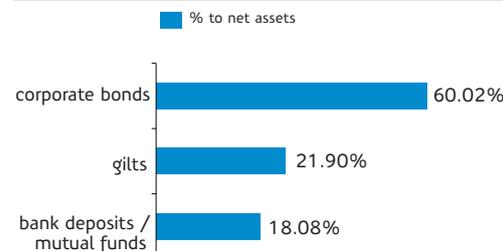
		SOVEREIGN
8.59% ANDHRA PRADESH SDL GOI 18-03-2019	4.56	
7.46% GOI 2017 28-8-2017	4.26	
7.59% GOI 12-04-2016	3.79	
7.50% GOI 2034 10-08-2034	2.07	
5.48% GOI 12-06-2009	1.89	
7.56% GOI 03-11-2014	1.72	
8.40% GUJARAT SDL GOI 18-03-2019	1.35	
8.47% ARUNACHAL PRADESH SDL GOI 25-03-2019	0.91	
8.47% NAGALAND SDL GOI 25-03-2019	0.91	
8.47% JHARKHAND SDL GOI 25-03-2019	0.45	

total gilts 21.90

total bank deposits/mutual funds 18.08

total net assets 100.00

asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 3.47 years
YTM of debt portfolio: 7.77%

fund manager's report

The exposure to gilts was decreased to 21.90% from 26.20% as we have decided to increase the exposure in corporate bonds to take the advantage of credit spread. Exposure to corporate bonds was increased to 60.02% from 57.63%. Accordingly the exposure to short term assets was increased to 18.08% from 16.18%. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

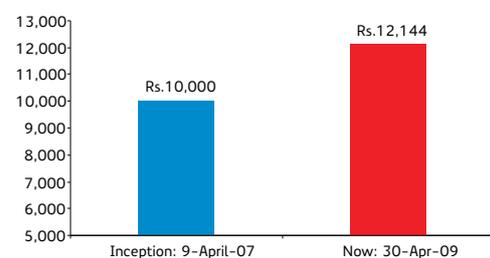
target asset allocation

Debt Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

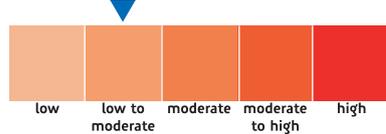
growth of initial investment of Rs. 10,000 in MGP



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



fund manager's report

The allocation to gilts was increased to 78.84% from 75.61% on expectations of softening of interest rate. Accordingly we decreased the exposure in short term bank FDs, CDs and CPs to 21.16% from 24.39%.

target asset allocation

Government Securities: 100%

benchmark construction

I-Sec Composite Sovereign Bond Index:100%

ULIP Gilt Fund

fund performance as on April 29, 2009

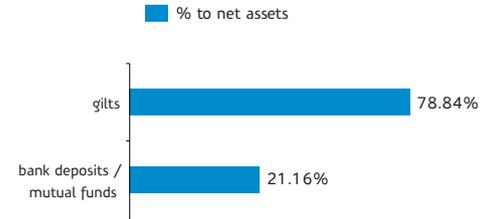
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	10.16%	20.45%	4.92%	17.63%	1.05	0.88
since inception (CAGR)	8.31%	14.28%	3.64%	12.93%	0.91	0.72
date of inception						may, 2007

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security	% to net assets	rating
gilts		
SOVEREIGN		
7.59% GOI 12-04-2016	14.28	
7.56% GOI 03-11-2014	13.02	
6.05% GOI 02-02-2019	12.02	
8.40% GUJARAT SDL GOI 18-03-2019	6.81	
8.30% MAHARASHTRA GOI 25-03-2019	6.77	
8.28% RAJASHTHAN SDL GOI 25-03-2019	6.76	
7.49% GOI 2017 16-04-2017	6.43	
7.46% GOI 2017 28-08-2017	6.43	
7.50% GOI 2034 10-08-2034	6.26	
9.85% GOI 2015 16-10-2015	0.04	
total gilts	78.84	
total bank deposits/mutual funds	21.16	
total net assets	100.00	

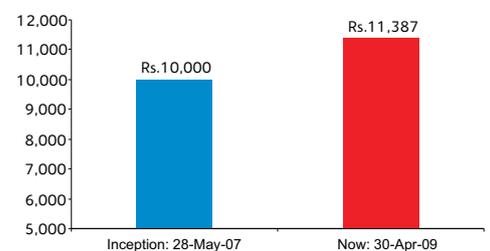
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 5.20 years
YTM of debt portfolio: 7.21%

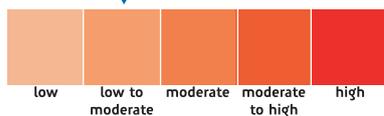
growth of initial investment of Rs. 10,000 in AIP



fund objective

To achieve predictable investment return. This will be achieved through 100% investments in debt securities where returns are locked in through portfolio immunization techniques and use of rigorous Asset Liability Management (ALM). The risk appetite is 'low to moderate'.

fund risk profile



fund manager's report

The portfolio is maintained to deliver guaranteed returns.

target asset allocation

Debt Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

ULIP Guaranteed Bond Fund I

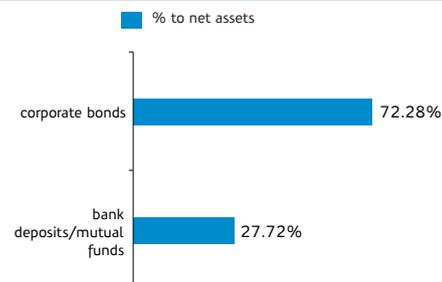
fund performance as on April 29, 2009

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					

portfolio as on April 30, 2009

security	% to net assets	rating/ 1-yr beta
corporate bonds		
9.15% NAT CAP REGIONAL PLANNING 18-02-2019	12.49	AAA
11% POWER FINANCE CORP LTD 15-09-2018	7.60	AAA
11.15% HDFC LTD 06-08-2018	7.50	AAA
11.45% RELIANCE INDUSTRIES LTD 25-11-2013	6.72	AAA
10.48% GRASIM INDUSTRIES LTD 16-12-2013	6.67	AAA
9.07% RECL 28-02-2018	6.66	AAA
11.30% ACC LTD 10-12-2013	6.57	AAA
10.35% HDFC LTD SR E006 06-06-2017	6.40	AAA
11.10% POWER FINANCE CORP 15-09-13	6.06	AAA
11.35% RECL LTD 24-10-13	5.60	AAA
total corporate bonds	72.28	
total bank deposits/mutual funds	27.72	
total net assets	100.00	

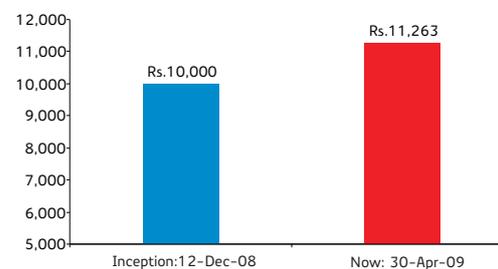
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 3.34 years
YTM of debt portfolio: 8.37%

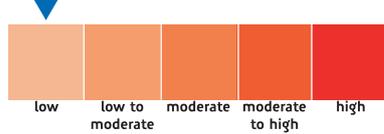
growth of initial investment of Rs. 10,000 in GRP I



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



ULIP Money Market Fund

fund performance as on April 29, 2009

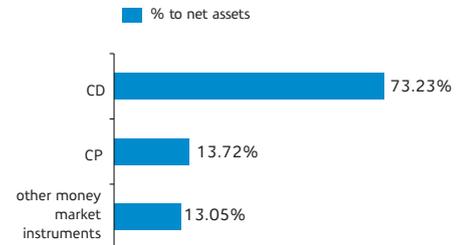
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	10.81%	8.85%	0.34%	0.46%	17.33	8.43
since inception (CAGR)	10.04%	7.88%	0.33%	0.52%	15.23	5.51
date of inception						may, 2007

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security	% to net assets	rating
certificate of deposit		
CANARA BANK 18-03-2010	14.55	P1+
AXIS BANK LTD 30-11-2009	14.35	P1+
STATE BANK OF BIKANER & JAIPUR 22-09-2009	13.33	P1+
EXIM BANK OF INDIA 28-09-2009	8.87	P1+
NABARD 05-06-2009	7.54	P1+
EXIM BANK OF INDIA 17-07-2009	4.81	P1+
CORPORATION BANK 03-08-2009	4.23	P1+
ICICI BANK LTD 15-07-2009	2.87	A1+
NABARD 10-07-2009	2.69	P1+
total certificate of deposit	73.23	
commercial paper		
RELIANCE COMMUNICATION LTD 29-07-2009	9.54	A1+
RELIANCE COMMUNICATIONS LTD 28-07-2009	4.18	A1+
total certificate of deposit	13.72	
other money market Instrument	13.05	
total net assets	100.00	

asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 0.35 years
YTM of debt portfolio: 9.62%

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.

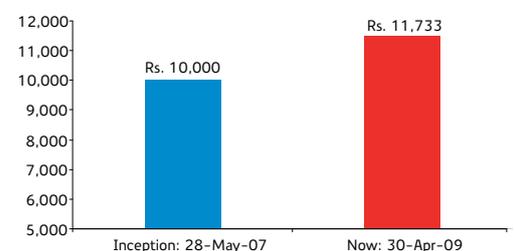
target asset allocation

Money Market Instruments : 100%

benchmark construction

CRISIL Liquid Bond Index: 100%

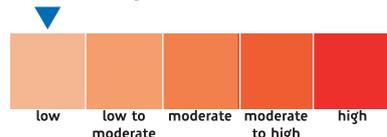
growth of initial investment of Rs. 10,000 in AIP



fund objective

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

fund risk profile



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 : 100%

ULIP Capital Secure Fund

fund performance as on April 29, 2009

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	10.49%	7.41%	0.29%	0.51%	18.67	4.73
last 2 years (CAGR)	9.64%	7.52%	0.43%	0.37%	10.83	6.80
last 3 years (CAGR)	8.91%	7.42%	0.48%	0.31%	8.10	7.74
since inception (CAGR)	6.98%	6.05%	0.63%	0.48%	3.17	2.19
date of inception	february, 2003					

*CAGR: Compounded Annual Growth Rate

portfolio as on April 30, 2009

security % to net assets rating

certificate of deposit

STATE BANK OF BIKANER & JAIPUR 22-09-2009	13.94	P1+
ICICI BANK LTD 15-07-2009	13.90	A1+
EXIM BANK OF INDIA 17-07-2009	13.42	P1+
CORPORATION BANK 03-08-2009	11.14	P1+
NABARD 10-07-2009	6.36	P1+
NABARD 05-06-2009	4.40	P1+
AXIS BANK LTD 30-11-2009	1.99	P1+
EXIM BANK OF INDIA 28-09-2009	0.97	P1+

total certificate of deposits 66.13

commercial paper

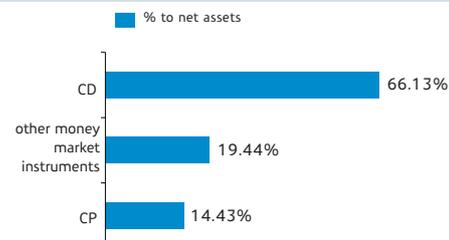
RELIANCE COMMUNICATIONS LTD 28-07-2009	14.43	A1+
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total certificate of deposits 14.43

other money market instruments 19.44

total net assets 100.00

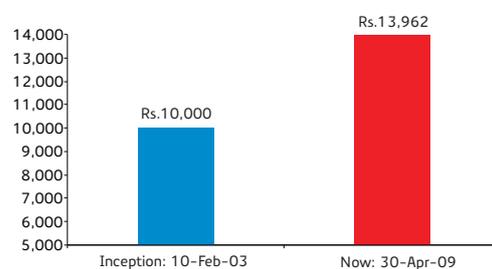
asset allocation as on Apr 30, 2009



fund characteristics as on Apr 30, 2009

M.Duration of debt portfolio: 0.20 years
YTM of debt portfolio: 9.66%

growth of initial investment of Rs 10,000



- ✓ 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

Product Details

Nav's as of 30th April

Reliance Equity Fund

Product Name	Inception Date	Nav
Market Return Plan (MRP)	Aug 9, 2004	17.8471
Golden Year Plan (GYP)	Mar 12, 2007	8.8045
Automatic Investment Plan (AIP)	May 28, 2007	7.5405
Secure Child Plan (SCP)	Nov 29, 2007	5.7623
Wealth + Health Plan (WHP)	Feb 27, 2008	6.2596
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	7.7846
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	7.7779
SuperInvest Assure Plan (SIP)	Jun 12, 2008	7.7678
Super Golden Year Plan (SGYP)	Dec 4, 2008	7.5405
Super Market Return Plan (SMRP)	Dec 4, 2008	7.5405
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	7.5405
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	7.7678

Reliance Pure Equity Fund

Product Name	Inception Date	Nav
SuperInvest Assure Plan (SIP)	Jun 12, 2008	8.5025
Automatic Investment Plan (AIP)	Aug 1, 2008	7.6830
Secure Child Plan (SCP)	Aug 1, 2008	7.6830
Golden Year Plan (GYP)	Aug 1, 2008	7.6830
Wealth + Health Plan (WHP)	Aug 1, 2008	7.6830
Total Investment Plan Series I (TIPS I)	Aug 1, 2008	7.6830
Total Investment Plan Series II (TIPS II)	Aug 1, 2008	7.6830
Market Return Plan (MRP)	Aug 1, 2008	7.6830
Super Golden Year Plan (SGYP)	Dec 4, 2008	7.6830
Super Market Return Plan (SMRP)	Dec 4, 2008	7.6830
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	7.6830
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	8.5025
Imaan Plan- Indian Traditional Fund Option	Dec 17, 2008	8.5025

Reliance Infrastructure Fund

Product Name	Inception Date	Nav
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	7.1674
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	7.1597
SuperInvest Assure Plan (SIP)	Jun 12, 2008	7.4988
Automatic Investment Plan (AIP)	Aug 1, 2008	7.2690
Secure Child Plan (SCP)	Aug 1, 2008	7.2690
Golden Year Plan (GYP)	Aug 1, 2008	7.2690
Wealth + Health Plan (WHP)	Aug 1, 2008	7.2690
Market Return Plan (MRP)	Aug 1, 2008	7.2690
Super Golden Year Plan (SGYP)	Dec 4, 2008	7.2690
Super Market Return Plan (SMRP)	Dec 4, 2008	7.2690
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	7.2690
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	7.4988

Reliance Energy Fund

Product Name	Inception Date	Nav
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	8.3347
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	8.3351
SuperInvest Assure Plan (SIP)	Jun 12, 2008	8.7554
Automatic Investment Plan (AIP)	Aug 1, 2008	8.2050
Golden Year Plan (GYP)	Aug 1, 2008	8.2050
Wealth + Health Plan (WHP)	Aug 1, 2008	8.2050
Market Return Plan (MRP)	Aug 1, 2008	8.2050
Secure Child Plan (SCP)	Aug 1, 2008	8.2050
Super Golden Year Plan (SGYP)	Dec 4, 2008	8.2050
Super Market Return Plan (SMRP)	Dec 4, 2008	8.2050
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	8.2050
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	8.7554

- ✓ 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

Product Details

Nav's as of 30th April

Reliance Midcap Fund

Product Name	Inception Date	Nav
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	6.4644
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	6.4822
SuperInvest Assure Plan (SIP)	Jun 12, 2008	6.1899
Automatic Investment Plan (AIP)	Aug 1, 2008	6.4031
Secure Child Plan (SCP)	Aug 1, 2008	6.4031
Golden Year Plan (GYP)	Aug 1, 2008	6.4031
Wealth + Health Plan (WHP)	Aug 1, 2008	6.4031
Market Return Plan (MRP)	Aug 1, 2008	6.4031
Super Golden Year Plan (SGYP)	Dec 4, 2008	6.4031
Super Market Return Plan (SMRP)	Dec 4, 2008	6.4031
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	6.4031
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	6.1899

Reliance Super Growth Fund

Product Name	Inception Date	Nav
Automatic Investment Plan (AIP)-A Option	May 28, 2007	8.3011
Wealth + Health Plan (WHP)-A Option	Feb 27, 2008	7.0609
Super Automatic Investment Plan (SAIP)-A Option	Dec 4, 2008	8.3011

Reliance High Growth Fund

Product Name	Inception Date	Nav
Reliance Money Guarantee Plan (MGP)-F Option	Mar 1, 2007	10.0656

Reliance Growth Plus Fund

Product Name	Inception Date	Nav
Money Guarantee Plan (MGP)-E Option	Mar 1, 2007	10.3730
Automatic Investment Plan (AIP)-B Option	May 28, 2007	9.7767
Wealth + Health Plan (WHP)-B Option	Feb 27, 2008	8.5866
Super Automatic Investment Plan (SAIP)-B Option	Aug 4, 2008	9.7767

Reliance Growth Fund

Product Name	Inception Date	Nav
Market Return Plan (MRP)	Aug 9, 2004	15.2245
Money Guarantee Plan (MGP)-D Option	Mar 1, 2007	10.7733
Golden Year Plan (GYP)	Mar 12, 2007	12.1178
Secure Child Plan (SCP)-H Option	Nov 29, 2007	8.8652
Super Golden Year Plan (SGYP)	Dec 4, 2008	12.1178
Super Market Return Plan (SMRP)	Dec 4, 2008	15.2245

Reliance Balanced Fund

Product Name	Inception Date	Nav
Golden Year Plan (GYP)	Feb 10, 2003	14.6598
Market Return Plan (MRP)	Aug 9, 2004	14.6563
Automatic Investment Plan (AIP)-C Option	May 28, 2007	11.2445
Secure Child Plan (SCP)-G Option	Nov 29, 2007	10.2035
Super Golden Year Plan (SGYP)	Dec 4, 2008	14.6598
Super Market Return Plan (SMRP)	Dec 4, 2008	14.6563
Super Automatic Investment Plan (SAIP)-C Option	Dec 4, 2008	11.2445

- ✓ 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

Product Details

Nav's as of 30th April

Reliance Guranteed Bond Fund I

Product Name	Inception Date	Nav
Insurance Bond Fund Option	Dec 19, 2008	11.2626
Pension Bond Fund Option	Dec 19, 2008	11.2724
Insurance Bond Fund Option (New)	Feb 25, 2009	10.5802
Pension Bond Fund Option (New)	Feb 25, 2009	10.5920

Reliance Corporate Bond Fund

Product Name	Inception Date	Nav
Automatic Investment Plan (AIP)	May 28, 2007	12.1419
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	11.3066
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	11.2972
Wealth + Health Plan (WHP)	Feb 27, 2008	11.3799
SuperInvest Assure Plan (SIP)	Jun 12, 2008	11.1781
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	12.1419
SuperInvest Assure Plan Plus (SIP Plus)	Dec 4, 2008	11.1781

Reliance Pure Debt Fund

Product Name	Inception Date	Nav
Money Guarantee Plan (MGP) Return Shield Option	Apr 9, 2007	12.1441
Secure Child Plan (SCP) Return Shield Option	Dec 27, 2007	11.4577

Reliance Gilt Fund

Product Name	Inception Date	Nav
Automatic Investment Plan (AIP)	May 28, 2007	11.3866
Wealth + Health Plan (WHP)	Feb 27, 2008	10.8688
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	10.8165
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	10.8234
SuperInvest Assure Plan (SIP)	Jun 12, 2008	10.8632
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	11.3866
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	10.8632

Reliance Money Market Fund

Product Name	Inception Date	Nav
Automatic Investment Plan (AIP)	May 28, 2007	11.7326
Wealth + Health Plan (WHP)	Feb 27, 2008	11.0996
Total Investment Plan Series I (TIPS I)	Mar 19, 2008	11.0401
Total Investment Plan Series II (TIPS II)	Mar 19, 2008	11.0310
SuperInvest Assure Plan (SIP)	Jun 12, 2008	10.8496
Super Golden Year Plan (SGYP)	Dec 4, 2008	10.5254
Super Market Return Plan (SMRP)	Dec 4, 2008	10.5254
Super Automatic Investment Plan (SAIP)	Dec 4, 2008	11.7326
SuperInvest Assure Plan Plus (SIP Plus)	Dec 10, 2008	10.8496

Reliance Capital Secure Fund

Product Name	Inception Date	Nav
Golden Year Plan (GYP)	Feb 10, 2003	13.2908
Market Return Plan (MRP)	Aug 9, 2004	13.2398

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

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

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

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

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

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

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

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

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

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

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%.

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

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

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

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

▶ Benchmark Sharpe Ratio

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

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

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

▶ Modified Duration of Debt Portfolio

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

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

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

▶ Fund Beta

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

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

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

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

products & UIN nos.

Reliance Golden Year Plan (GYP):
121L020V01

Reliance Market Return Plan (MRP):
121L016V02

Reliance Automatic Investment Plan (AIP):
121L024V01

Reliance Wealth + Health Plan (WHP):
121L028V01

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

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

Reliance SuperInvest Assure Plan (SIP):
121L031V01

Reliance Money Guarantee Plan (MGP):
121L025V01

Reliance Secure Child Plan (SCP):
121L026V01

Reliance Super Market Return Plan (SMRP):
121L035V01

Reliance Super Automatic Investment Plan
(SAIP): 121L036V01

Reliance Super Golden Years Plan (SGYP):
121L037V01

Reliance Super Invest Assure Plus Plan (SIP
Plus): 121L040V01

Reliance Iman Investment Plan - Indian
Traditional Fund Option: 121L034V01

Guaranteed Return Plan Series I Insurance
Bond Fund Option - 121L041V01

Guaranteed Return Plan Series I Pension
Bond Fund Option - 121L042V01

Guaranteed Return Plan Series I (New)
Insurance Bond Fund Option -
121L041V02

Guaranteed Return Plan Series I (New)
Pension Bond Fund Option - 121L042V02

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