

investment philosophy

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

Economy Indicators	30th Jul 10	30th Jun 10	% Change
¹ Rs./5	46.85	46.35	1.07
² WPI Inflation		259.8	0.65
³ Forex Reserves (\$ bn)	282.93	276.98	2.10
¹ Oil Price (\$ per Barrel)	76.86	76.71	0.20
¹ Gold (Rs. per 10gm)	17,799	18501	-3.94

Investments	30th Jul 10	30th Jun 10	Absolute Change
⁴ FII's (Rs Crs)	16617.4	10508.4	6109.00
⁴ Mfs (Rs Crs)	-4405.3	-1093.1	-3312.20

Indices	30th Jul 10	30th Jun 10	% Change
¹ BSE Sensex	17980.90	17583	2.26
¹ S&P CNX Nifty	5401.97	5271	2.48
¹ CNX Mid Cap	8390.77	8044	4.31
¹ BSE Small Cap	9401.46	8924	5.34

Global Indices	30th Jul 10	30th Jun 10	% Change
⁵ Dow Jones	10465.90	9774	7.08
⁵ FTSE 100	5258.02	4914	7.00
¹ Hang Seng	20648.64	20369	1.37
¹ Nikkei	10144.84	9866	2.83

Sectoral Indices	30th Jul 10	30th Jun 10	% Change
⁶ CNX Infrastructure	3432.55	3397	1.04
⁶ CNX Energy	9281.55	9751	-4.82
¹ BSE Capital Goods	5219.53	14468	-63.92
¹ BSE Bankex	11420.77	10883	4.94
¹ BSE Oil & Gas	10010.56	10449	-4.20
¹ BSE IT	4791.26	5352	-10.48

Fixed Income Indicators (%)	30th Jul 10	30th Jun 10	Absolute Change
⁵ NSE Mibor	4.86	5.73	-0.87
¹ 91 Day T-Bill	5.75	5.35	0.40
¹ 182 Day T-Bill	5.96	5.43	0.53
¹ 1 year GOI Benchmark	6.27	5.38	0.88
¹ 5 Year GOI Benchmark	7.63	7.38	0.25
¹ 10 Year GOI Benchmark	7.80	7.55	0.25
¹ 5 Year Corp Bond Benchmark	8.52	8.23	0.29
¹ 10 Year AAA Corp Bond Benchmark	8.82	8.70	0.12
¹ 10 Year US Benchmark	2.91	2.94	-0.03

Source:

¹ Thomson Reuters, ² eaindustry.nic.in, ³ RBI, ⁴ SEBI, ⁵ Bloomberg
⁶ India Index Services & Products Ltd.

asset allocation	funds	gross return (CAGR*) (%) As on Jul 31, 2010				date of inception
		last 1 year	last 2 year	last 3 year	since inception	
100% equity	Equity Fund	22.09%	16.46%	4.97%	20.71%	August, 2004
100% pure equity	Pure Equity Fund	16.36%	12.94%	NA	14.43%	June, 2008
100% equity	Infrastructure Fund	0.05%	0.12%	NA	-4.38%	March, 2008
100% equity	Energy Fund	9.32%	7.26%	NA	3.43%	March, 2008
100% equity	Midcap Fund	26.24%	13.36%	NA	6.17%	March, 2008
80% equity, 20% debt	Super Growth Fund	16.81%	12.95%	4.82%	6.50%	May, 2007
60% equity, 40% debt	High Growth Fund	14.75%	13.26%	6.62%	10.40%	March, 2007
50% equity, 50% debt	Growth Plus Fund	13.10%	13.03%	7.21%	10.12%	March, 2007
40% equity, 60% debt	Growth Fund	11.18%	12.41%	7.22%	12.66%	August, 2004
20% equity, 80% debt	Balanced Fund	8.95%	11.84%	8.40%	10.96%	February, 2003
100% bond instruments	Corporate Bond Fund	8.04%	11.48%	9.52%	10.12%	May, 2007
100% debt Instruments	Pure Debt Fund	8.08%	11.42%	9.39%	9.51%	April, 2007
100% govt. securities	Gilt Fund	5.90%	7.39%	6.12%	6.30%	May, 2007
100% debt Instruments	Guaranteed Bond Fund I	8.14%	NA	NA	13.50%	December, 2008
100% money market instruments	Money Market Fund	7.41%	9.05%	9.06%	9.08%	May, 2007
100% money market instruments	Capital Secure Fund	6.82%	8.59%	8.66%	7.03%	February, 2003
100% equity	Equity Plus Fund	NA	NA	NA	NA	January, 2010
100% dynamic	Highest Nav Guarantee Fund	NA	NA	NA	NA	February, 2010

*CAGR: Compounded Annual Growth Rate

Indian Economy

RBI hiked the key policy rates twice during the month maintaining the hawkish stance and giving clear signal that inflation is key concern now. In fact, RBI revised upward its FY11 economic growth and FY11 year-end inflation projections. WPI-based inflation has been in double-digit since Feb'10. Inflation rose to 10.55% in June'10 as against 10.16% in May'10 - mainly due to hike in administered fuel and electricity prices and sharp rise in iron ore prices. After registering impressive growth of 17.6% in April'10, industrial production growth slowed down to 11.5% in May'10, primarily driven down by moderation in capital goods and consumer goods.

Debt Market

Amid tight liquidity the G-sec yields showed a sharp upward movement after the RBI's rate action and hawkish stance in quarterly monetary policy meeting. The 10 year benchmark touched a high of 7.80% against 7.55% in previous month. Corporate bonds also showed yield rally, tracking G-sec and moved up by 13bps before closing at 8.82%.

Outlook:

G-sec yield are expected to remain under pressure ahead of higher inflation, scheduled Rs. 49K cr. G-sec supply and fear of any interminant rate action by RBI. We expect 10yr benchmark to trade in a range of 7.80% to 8%.

Equity Market

Equity markets in the month of July were positive. The Nifty etched out a gain of 1% in the month of July primarily influenced by the Q1 FY11 earnings of companies.

The results of majority of the companies were below expectations primarily due to increased employee, raw material costs and slowdown in industrial capex and execution. Index bell weather stocks like "Maruti" were among the major losers due to higher royalty payments to its parent "Suzuki"

Continuing an upswing, IIP in India grew by 11.5% in May on a y-o-y basis. The numbers were not as per market expectations which lead to a fear of a slowdown in industrial activity.

Indirect tax collection numbers for Q1 FY11 provided further testimony to the robust growth seen in industrial activity. Indirect tax collections grew by 43% Y-o-Y primarily due to 55% and 60% jump in excise and custom duties. Growth in custom duties indicates that the growth in industrial activity is backed by increased investments.

The Reserve Bank of India, in its monetary policy on 27th July 2010 raised its key interest rates for the second time in the month. The Central Bank raised the Repo rate by 25 bps to 5.75% and the Reverse Repo rate by 50 bps to 4.50%. This led to some banks increasing their deposit rates and will lead to increase in interest cost for borrowers going forward.

Outlook

The markets in the coming month are expected to take cues from the global markets and Q1 FY11 earnings of pending companies. Progress of monsoon across the country would be another key factor to be watched out for .

Equity Fund

fund performance As on Jul 31, 2010

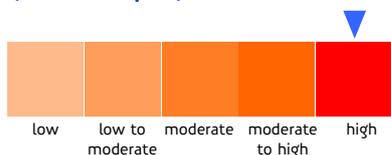
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	22.09%	15.77%	14.98%	17.74%	1.14%	0.61%
last 2 year (CAGR*)	16.46%	11.30%	29.40%	34.92%	0.39%	0.18%
last 3 year (CAGR*)	4.97%	5.83%	32.59%	35.50%	0.00%	0.02%
last 4 year (CAGR*)	13.54%	14.32%	29.35%	31.67%	0.29%	0.29%
last 5 year (CAGR*)	17.81%	18.35%	28.39%	30.35%	0.45%	0.44%
since inception (CAGR*)	20.71%	21.95%	26.91%	28.57%	0.58%	0.59%
date of inception	august, 2004					

*CAGR: Compounded Annual Growth Rate

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'.

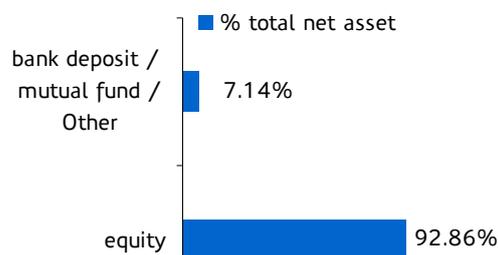
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
equity		
AUTO ANCILLARY	0.50	
EXIDE INDUSTRIES LTD	0.50	0.69
AUTOMOBILES	6.44	
TATA MOTORS LTD.	0.00	1.54
TATA MOTORS LTD ORDINARY SHARES A	0.07	1.54
MOTHERSON SUMI SYSTEMS LIMITED - FV 1	0.76	0.75
MARUTI SUZUKI INDIA LTD.	1.27	0.81
BAJAJ AUTO LIMITED NEW	2.02	0.71
MAHINDRA & MAHINDRA LTD	2.30	1.26
BANKING & FINANCE	22.54	
PUNJAB NATIONAL BANK	0.04	0.80
MAX INDIA LIMITED FV 2	0.21	0.74
POWER FINANCE CORPORATION LTD	0.87	0.74
BANK OF BARODA	1.32	0.68
HOUSING DEVELOPMENT FINANCE CORPORATION	2.32	0.94
SHRIRAM TRANSPORT FINANCE COMPANY LTD	2.40	0.32
AXIS BANK LIMITED	2.70	1.10
HDFC BANK	3.91	0.72
STATE BANK OF INDIA	4.30	1.15
ICICI BANK LTD	4.49	1.50
CAP GOODS / ENGINEERING	10.76	
PUNJ LLOYD LIMITED FV 2	0.49	1.36
ALSTOM PROJECTS INDIA LTD.	1.23	0.77
BHARAT HEAVY ELECTRICALS LIMITED	2.09	0.68
CUMMINS INDIA LIMITED FV 2	2.89	0.50
LARSEN & TOUBRO LIMITED FV 2	4.05	0.97
CEMENT & CEMENT PRODUCTS	1.93	
INDIA CEMENTS LTD	0.53	0.90
ULTRATECH CEMENT LIMITED	1.40	0.63
CONSTRUCTION	2.02	
IDFC	0.01	1.17
JAIPRAKASH ASSOCIATES LTD	0.99	1.70
NAGARJUNA CONSTRUCTION CO LTD FV 2	1.02	1.34
CONSUMER GOODS	0.27	
PANTALON RETAIL INDIA LTD FV 2	0.27	0.87
FERTILIZERS	0.19	
GUJARAT STATE FERTILIZERS & CHEMICALS LTD.	0.19	0.63
FMCG	5.68	
HINDUSTAN UNILEVER LIMITED FV 1	1.21	0.48
ITC LTD FACE VALUE INR 1	4.47	0.71
GAS	1.13	
PETRONET LNG LTD	0.12	0.84
GAIL (INDIA) LIMITED	1.01	0.62
IT	9.73	
WIPRO LTD.	0.23	0.80
MPHASIS LIMITED	0.53	0.65
TATA CONSULTANCY SERVICES LIMITED	3.07	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	5.90	0.74
MEDIA	0.62	
HT MEDIA LIMITED	0.62	0.77
METALS	5.95	
HINDALCO INDUSTRIES LTD FV INR 1	0.45	1.89
JINDAL SAW LTD	0.63	1.49
STERLITE INDUSTRIES INDIA LTD	1.27	1.70
JINDAL STEEL AND POWER LIMITED	1.37	1.27
TATA STEEL LIMITED	2.23	1.68
OIL EXPLORATION	0.53	
CAIRN INDIA LIMITED	0.53	1.02
OIL REFINERIES	11.69	
INDIAN OIL CORPORATION LIMITED	0.19	0.19
OIL INDIA LIMITED	1.25	0.32
OIL & NATURAL GAS CORPORATION LTD.	2.08	0.63
RELIANCE INDUSTRIES LIMITED	8.18	1.12
PHARMACEUTICALS	5.92	
CIPLA LIMITED FV 2	0.54	0.39
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.69	0.36
LUPIN LIMITED	1.91	0.27
DIVIS LABORATORIES LTD	2.78	0.70
PLASTIC AND PLASTIC PRODUCT	1.18	
SINTEX INDUSTRIES LTD. FV 2	1.18	0.88
POWER	2.51	
AREVA T & D INDIA LIMITED	0.48	0.84
NTPC LIMITED	0.93	0.56
TATA POWER FV 10	1.10	0.73
SOFTWARE	0.56	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.56	1.01
TELECOM	2.30	
BHARTI AIRTEL LTD	2.30	0.66
WARRANTS	0.40	
HDFC LTD	0.40	
total equity	92.86	
total bank deposits/mutual funds	7.14	
total net assets	100.00	

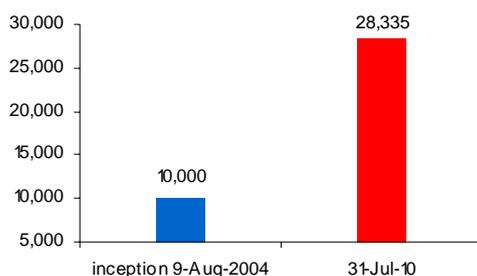
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.89

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 92.86%.

target asset allocation

Equity: 100%

benchmark construction

S&P CNX Nifty: 100%

Pure Equity Fund

fund performance As on Jul 31, 2010

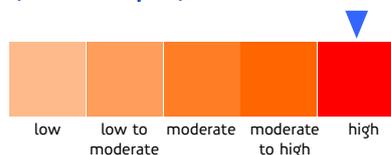
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	16.36%	15.77%	14.66%	17.74%	0.77%	0.61%
last 2 year (CAGR*)	12.94%	11.30%	30.96%	34.92%	0.26%	0.18%
since inception (CAGR*)	14.43%	14.61%	30.35%	34.43%	0.31%	0.28%
date of inception	june, 2008					

*CAGR: Compounded Annual Growth Rate

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'.

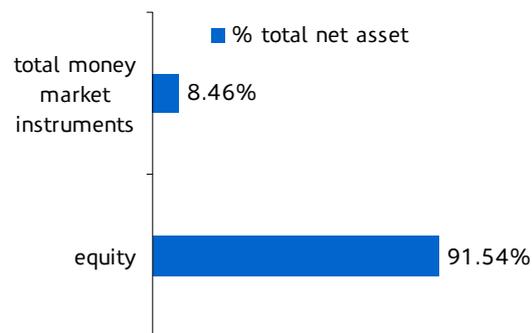
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
equity		
AUTOMOBILES	12.94	
MARUTI SUZUKI INDIA	2.20	0.81
MOTHERSON SUMI SYSTEMS	2.55	0.75
MAHINDRA & MAHINDRA LTD	3.00	1.26
BAJAJ AUTO LTD	5.19	0.71
BANKING & FINANCE	2.55	
MAX INDIA LIMITED	2.55	0.74
CAP GOODS / ENGINEERING	12.76	
VOLTAS	1.05	1.03
CUMMINS INDIA	1.18	0.50
CROMPTON GREAVES	1.31	0.94
PUNJ LLOYD	1.34	1.36
BHARAT HEAVY ELECTRICALS	3.39	0.68
LARSEN & TOUBRO	4.49	0.97
CEMENT & CEMENT PRODUCTS	0.84	
GRASIM INDUSTRIES	0.84	0.55
FMCG	4.09	
HINDUSTAN UNILEVER	4.09	0.48
GAS	3.58	
GAIL INDIA	3.58	0.62
IT	10.53	
MPHASIS	0.95	0.65
TATA CONSULTANCY SERVICES	3.15	0.75
INFOSYS TECHNOLOGIES	6.43	0.74
METALS	6.79	
HINDALCO INDUSTRIES LTD FV INR 1	2.73	1.89
JINDAL STEEL AND POWER LTD	4.06	1.27
OIL EXPLORATION	14.31	
CAIRN INDIA	2.32	1.02
OIL & NATURAL GAS CORPORATION	4.12	0.63
RELIANCE INDUSTRIES	7.86	1.12
PHARMACEUTICALS	6.94	
LUPIN	1.56	0.27
SUN PHARMACEUTICALS	2.51	0.36
CIPLA LTD	2.87	0.39
POWER	10.08	
PTC INDIA	1.03	0.85
NTPC	3.75	0.56
TATA POWER	5.30	0.73
SOFTWARE	1.87	
FINANCIAL TECHNOLOGIES	1.87	1.01
TELECOM	4.25	
BHARTI AIRTEL	4.25	0.66
total equity	91.54	
total money market instruments	8.46	
total net assets	100.00	

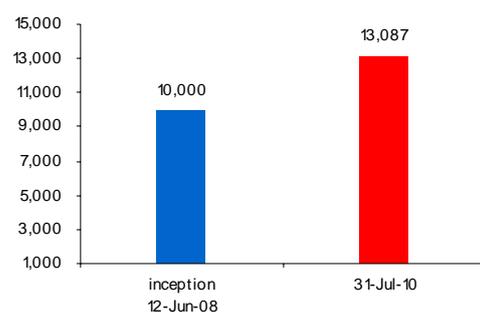
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.82

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in this sector, the holding in equities was kept at 91.54%.

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%

Infrastructure Fund

fund performance As on Jul 31, 2010

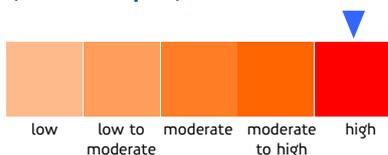
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	0.05%	-7.59%	17.83%	20.81%	-0.28%	-0.60%
last 2 year (CAGR*)	0.12%	-3.20%	31.00%	39.97%	-0.16%	-0.21%
since inception (CAGR*)	-4.38%	-8.86%	32.97%	40.85%	-0.30%	-0.34%
date of inception			march, 2008			

*CAGR: Compounded Annual Growth Rate

fund objective

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

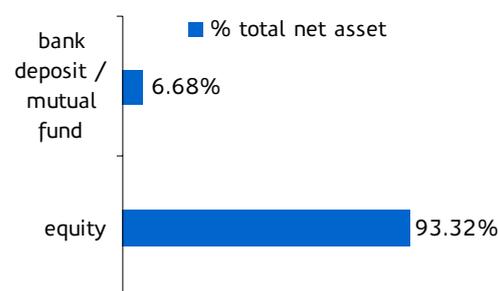
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
equity		
AUTOMOBILES	0.77	
MOTHERSON SUMI SYSTEMS LIMITED - FV 1	0.77	0.75
CAP GOODS / ENGINEERING	38.77	
PUNJ LLOYD LIMITED FV 2	0.97	1.36
IRB INFRASTRUCTURE DEVELOPERS LTD	1.55	1.10
ALSTOM PROJECTS INDIA LTD.	1.74	0.77
VOLTAS LIMITED	2.28	1.03
CROMPTON GREAVES LIMITED NEW FV 2	3.53	0.94
CUMMINS INDIA LIMITED FV 2	5.46	0.50
LARSEN & TOUBRO LIMITED FV 2	11.31	0.97
BHARAT HEAVY ELECTRICALS LIMITED	11.94	0.68
CONSTRUCTION	7.79	
IDFC	1.95	1.17
NAGARJUNA CONSTRUCTION CO LTD FV 2	2.89	1.34
JAIPRAKASH ASSOCIATES LTD	2.95	1.70
CONSUMER GOODS	3.09	
PANTALOON RETAIL INDIA LTD FV 2	3.09	0.87
HOTELS	1.28	
INDIAN HOTELS CO. LTD.	1.28	1.03
METALS	2.08	
HINDALCO INDUSTRIES LTD FV INR 1	2.08	1.89
PLASTIC AND PLASTIC PRODUCT	3.13	
SINTEX INDUSTRIES LTD. FV 2	3.13	0.88
POWER	22.80	
PTC INDIA LIMITED	1.61	0.85
BGR ENERGY SYSTEMS LIMITED	2.04	0.81
NEYVELI LIGNITE CORPORATION LTD	2.94	0.99
TATA POWER FV 10	3.29	0.73
NTPC LIMITED	12.92	0.56
SHIPPING	1.02	
GREAT EASTERN SHIPPING COMPANY LTD.	1.02	1.23
SOFTWARE	2.92	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	2.92	1.01
TELECOM	9.67	
BHARTI AIRTEL LTD	9.67	0.66
total equity	93.32	
total bank deposits/mutual funds	6.68	
total net assets	100.00	

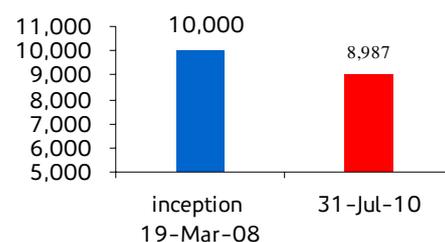
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.86

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in this sector, the holding in equities was kept at 93.32%.

target asset allocation

Equity: 100%

benchmark construction

CNX Infrastructure Index: 100%

Energy Fund

fund performance As on Jul 31, 2010

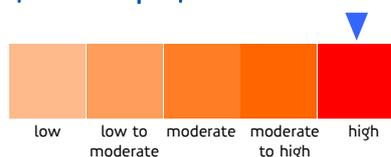
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	9.32%	6.22%	11.48%	15.77%	0.38%	0.08%
last 2 year (CAGR*)	7.26%	6.01%	29.62%	33.74%	0.08%	0.03%
since inception (CAGR*)	3.43%	3.42%	30.34%	34.20%	-0.05%	-0.05%
date of inception	march, 2008					

*CAGR: Compounded Annual Growth Rate

fund objective

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

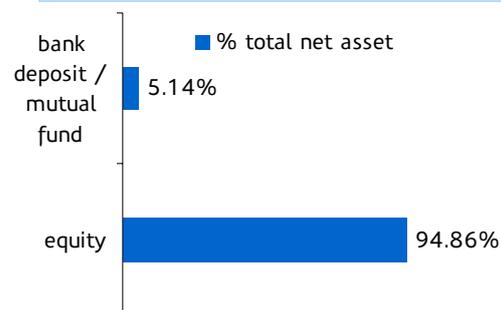
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
equity		
BANKING & FINANCE	1.83	
POWER FINANCE CORPORATION LTD	1.83	0.74
CAP GOODS / ENGINEERING	11.43	
ALSTOM PROJECTS INDIA LTD.	1.08	0.77
CROMPTON GREAVES LIMITED NEW FV 2	3.23	0.94
CUMMINS INDIA LIMITED FV 2	7.12	0.50
GAS	6.69	
PETRONET LNG LTD	1.82	0.84
GAIL (INDIA) LIMITED	4.87	0.62
OIL EXPLORATION	6.98	
SHIV-VANI OIL & GAS EXPLORATION SERVICES	1.54	0.50
CAIRN INDIA LIMITED	5.44	1.02
OIL REFINERIES	51.21	
INDIAN OIL CORPORATION LIMITED	2.93	0.19
OIL INDIA LIMITED	9.32	0.32
OIL & NATURAL GAS CORPORATION LTD.	13.89	0.63
RELIANCE INDUSTRIES LIMITED	25.07	1.12
POWER	16.71	
TATA POWER FV 10	2.76	0.73
NTPC LIMITED	13.95	0.56
total equity	94.86	
total bank deposits/mutual funds	5.14	
total net assets	100.00	

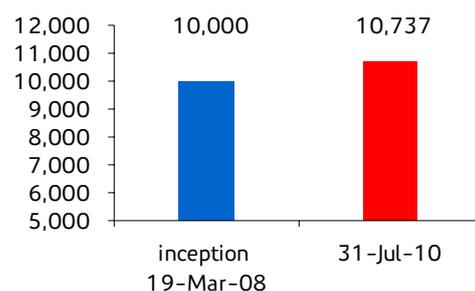
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.74

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in this sector, the holding in equities was kept at 94.86%.

target asset allocation

Equity: 100%

benchmark construction

CNX Energy Index: 100%

Mid Cap Fund

fund performance As on Jul 31, 2010

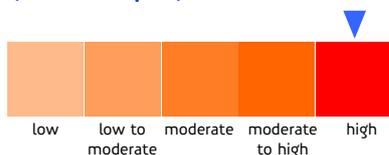
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	26.24%	25.31%	15.93%	18.14%	1.33%	1.12%
last 2 year (CAGR*)	13.36%	14.75%	37.50%	49.23%	0.22%	0.20%
since inception (CAGR*)	6.17%	7.31%	38.49%	50.00%	0.03%	0.05%
date of inception	march, 2008					

*CAGR: Compounded Annual Growth Rate

fund objective

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

fund risk profile

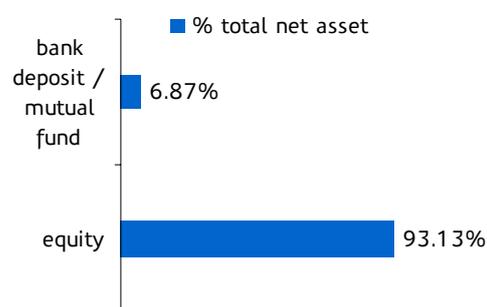


portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
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equity		
AUTO ANCILLARY	3.83	
EXIDE INDUSTRIES LTD	3.83	2.64
AUTOMOBILES	1.89	
TATA MOTORS LTD ORDINARY SHARES A	1.89	2.92
BANKING & FINANCE	11.19	
BANK OF BARODA	1.03	0.70
SHRIRAM TRANSPORT FINANCE COMPANY LTD	4.67	1.49
ANDHRA BANK LTD	5.50	5.24
CAP GOODS / ENGINEERING	10.77	
CUMMINS INDIA LIMITED FV 2	1.10	0.55
IRB INFRASTRUCTURE DEVELOPERS LTD	2.74	3.02
PUNJ LLOYD LIMITED FV 2	2.75	3.73
VOLTAS LIMITED	4.17	4.28
CEMENT & CEMENT PRODUCTS	2.19	
ULTRATECH CEMENT LIMITED	2.19	1.37
CONSTRUCTION	5.18	
JAIPRAKASH ASSOCIATES LTD	1.25	2.12
NAGARJUNA CONSTRUCTION CO LTD FV 2	3.93	5.28
CONSUMER GOODS	1.70	
PANTALOON RETAIL INDIA LTD FV 2	1.70	1.48
FERTILIZERS	4.41	
GUJARAT STATE FERTILIZERS & CHEMICALS LTD.	1.38	0.87
TATA CHEMICALS LTD.	3.02	2.61
FMCG	5.77	
TATA GLOBAL BEVERAGES LTD	2.88	1.78
UNITED SPIRITS LTD	2.89	2.94
GAS	2.24	
PETRONET LNG LTD	2.24	1.87
HOTELS	2.90	
INDIAN HOTELS CO. LTD.	2.90	2.97
IT	4.87	
MPHASIS LIMITED	4.87	3.14
METALS	9.28	
JINDAL SAW LTD	1.55	2.31
JINDAL STEEL AND POWER LIMITED	1.95	2.47
JSW STEELS LIMITED	5.78	10.82
OIL EXPLORATION	1.56	
SHIV-VANI OIL & GAS EXPLORATION SERVICES	1.56	0.78
PHARMACEUTICALS	12.58	
JUBILANT ORGANOSYS LIMITED	2.56	2.29
LUPIN LIMITED	3.20	0.85
DIVIS LABORATORIES LTD	3.36	2.35
AUROBINDO PHARMA LTD FV RS.5(NEW)	3.46	2.50
PLASTIC AND PLASTIC PRODUCT	4.31	
SINTEX INDUSTRIES LTD. FV 2	4.31	3.77
POWER	1.66	
BGR ENERGY SYSTEMS LIMITED	1.66	1.35
SHIPPING	2.64	
GREAT EASTERN SHIPPING COMPANY LTD.	2.64	3.25
SOFTWARE	4.17	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	4.17	4.21
total equity	93.13	
total bank deposits/mutual funds	6.87	
total net assets	100.00	

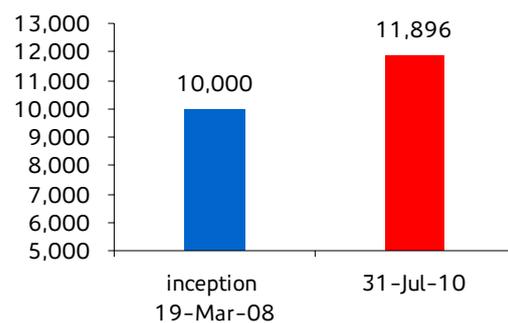
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.94

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 93.13%.

target asset allocation

Equity: 100%

benchmark construction

Nifty Midcap 50: 100%

Super Growth Fund

fund performance As on Jul 31, 2010

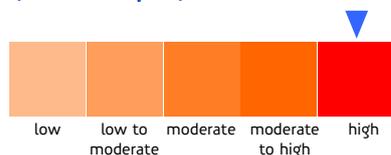
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	16.81%	13.67%	11.70%	14.24%	1.01%	0.61%
last 2 year (CAGR*)	12.95%	11.68%	23.57%	27.98%	0.34%	0.24%
last 3 year (CAGR*)	4.82%	7.17%	25.78%	28.48%	-0.01%	0.08%
since inception (CAGR*)	6.50%	8.37%	25.17%	27.76%	0.06%	0.12%
date of inception	may, 2007					

*CAGR: Compounded Annual Growth Rate

fund objective

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

fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
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bond/cd

9.25% EXPORT & IMPORT BANK LTD NCD (MD 13/12/2012)	0.25	AAA
8.65% HDFC LTD (12.09.11)	0.16	AAA
9.20% HDFC LTD NCD (MD 09/02/2012)	0.16	AAA
11.95% HDFC LTD NCD (MD 26/11/2018)	1.83	AAA
9.25% IDBI BANK PERPETUAL NCD CALL/STEP-UP29/01/2020	0.30	AA
8.40% ADITYA BIRLA NUVO LTD NCD (MD 23/11/2012)	1.56	LAA+
9.76% IRFC NCD (MD 03/07/2012)	0.06	AAA
8.75% IRFC NCD (MD 07/01/2013)	0.32	AAA
8.95% IRFC NCD SERIES 69 (MD 10/03/2025)	0.63	AAA
10% NABARD NCD SR IX (MD 14/05/2012)	0.10	AAA
9.50% NABARD NPS BONDS SR IX I (MD 15/10/2012)	0.32	AAA
9.25% PGCL NCD (MD 09/02/2013)	0.08	AAA
8.90% PGCL NCD STRPP C (MD 25/02/2016)	1.56	AAA
8.90% PGCL NCD STRPP D (MD 25/02/2017)	0.78	AAA
8.64% PGCL NCD (MD 08/07/2014)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2015)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2016)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2017)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2018)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2019)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2020)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2021)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2022)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2023)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2024)	0.04	AAA
8.64% PGCL NCD (MD 08/07/2025)	0.04	AAA
11.35% RECL LTD NCD (MD 24/10/2013) P/C 24/10/2011	0.32	AAA
7.6% RECL NCD (MD 22/01/2013)	1.53	AAA
11.45% RELIANCE INDUSTRIES NCD (MD 25/11/2013)	1.02	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	0.78	AAA
9.90% TATA SONS LTD NCD (MD 20/05/2011)	0.16	LAAA
8.99% TATA SONS LTD NCD (MD 07/06/2020)	1.56	AAA
9.7% UPL NCD MD 09/04/2017) CALL 9/4/15 STEP 9.9%	0.48	AA+
total bond/cd	14.41	

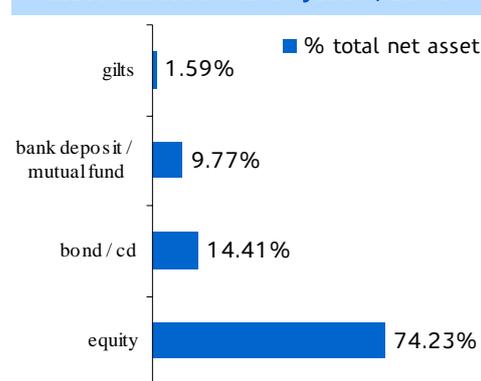
total bond/cd

gilts	sovereign	
7.44% GOI SPL OIL BOND 2012 (23/03/2012)	0.03	sovereign
8.24% GOI (MD 25/04/2018)	0.78	sovereign
7.56% GOI (MD 03/11/2014)	0.31	sovereign
8.47% NAGALAND SDL (MD 25/03/2019)	0.62	sovereign
total gilts	1.59	

equity

AUTOMOBILES	5.48	
TATA MOTORS LTD ORDINARY SHARES A	0.54	1.54
MARUTI SUZUKI INDIA LTD.	0.91	0.81
MAHINDRA & MAHINDRA LTD	1.72	1.26
BAJAJ AUTO LIMITED NEW	2.31	0.71
BANKING & FINANCE	17.83	
MAX INDIA LIMITED FV 2	0.36	0.74
PUNJAB NATIONAL BANK	0.78	0.80
BANK OF BARODA	1.35	0.68
SHRIRAM TRANSPORT FINANCE COMPANY LTD	1.57	0.32
HOUSING DEVELOPMENT FINANCE CORPORATION	1.61	0.94
AXIS BANK LIMITED	1.91	1.10
STATE BANK OF INDIA	2.78	1.15
HDFC BANK	3.54	0.72
ICICI BANK LTD	3.05	1.50
CAP GOODS / ENGINEERING	8.62	
PUNJ LLOYD LIMITED FV 2	0.48	1.36
CUMMINS INDIA LIMITED FV 2	0.86	0.50
VOLTAS LIMITED	0.98	1.03
BHARAT HEAVY ELECTRICALS LIMITED	2.09	0.68
LARSEN & TOUBRO LIMITED FV 2	4.21	0.97
CEMENT & CEMENT PRODUCTS	0.95	
INDIA CEMENTS LTD	0.03	0.90
ULTRATECH CEMENT LIMITED	0.92	0.63
CONSTRUCTION	1.74	
NAGARJUNA CONSTRUCTION CO LTD FV 2	0.40	1.34
JAIPRAKASH ASSOCIATES LTD	1.34	1.70
FMCG	5.82	
HINDUSTAN UNILEVER LIMITED FV 1	0.79	0.48
UNITED SPIRITS LTD	0.81	1.02
ITC LTD FACE VALUE INR 1	4.22	0.71
GAS	0.62	
GAIL (INDIA) LIMITED	0.62	0.62
IT	7.41	
MPHASIS LIMITED	0.65	0.65
TATA CONSULTANCY SERVICES LIMITED	1.58	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	5.19	0.74
METALS	5.04	
STERLITE INDUSTRIES INDIA LTD	1.45	1.70
JINDAL STEEL AND POWER LIMITED	1.62	1.27
TATA STEEL LIMITED	1.96	1.68
OIL REFINERIES	10.55	
OIL INDIA LIMITED	0.90	0.32
INDIAN OIL CORPORATION LIMITED	1.23	0.19
OIL & NATURAL GAS CORPORATION LTD.	1.74	0.63
RELIANCE INDUSTRIES LIMITED	6.68	1.12
PHARMACEUTICALS	5.10	
LUPIN LIMITED	0.28	0.27
CIPLA LIMITED FV 2	0.56	0.39
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.61	0.36
DIVIS LABORATORIES LTD	1.42	1.70
JUBILANT ORGANOSYS LIMITED	2.23	0.89
PLASTIC AND PLASTIC PRODUCT	1.03	
SINTEX INDUSTRIES LTD. FV 2	1.03	0.88
POWER	1.78	
TATA POWER FV 10	0.85	0.73
NTPC LIMITED	0.93	0.56
SOFTWARE	0.17	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.17	1.01
TELECOM	2.10	
BHARTI AIRTEL LTD	2.10	0.66
total equity	74.23	
total bank deposits/mutual funds	9.77	
total net assets	100.00	

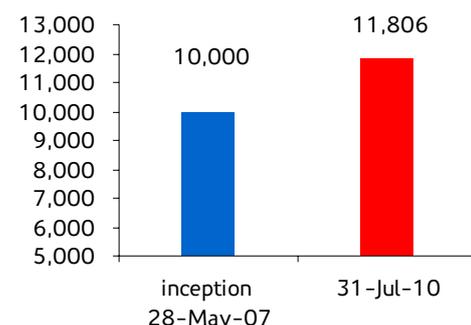
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio:	2.51 years
YTM of debt portfolio:	8.56%
Beta of equity portfolio:	0.92

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



fund manager's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 74.23%.

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

target asset allocation

Debt:	20%
Equity:	80%

benchmark construction

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

High Growth Fund

fund performance As on Jul 31, 2010

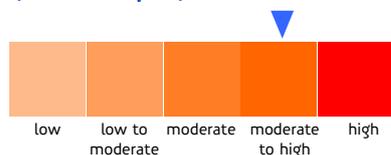
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	14.75%	11.48%	8.97%	10.75%	1.09%	0.60%
last 2 year (CAGR*)	13.26%	11.51%	17.82%	21.06%	0.46%	0.31%
last 3 year (CAGR*)	6.62%	7.97%	19.70%	21.47%	0.08%	0.14%
since inception (CAGR*)	10.40%	10.11%	18.80%	20.24%	0.29%	0.25%
date of inception	march, 2007					

*CAGR: Compounded Annual Growth Rate

fund objective

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

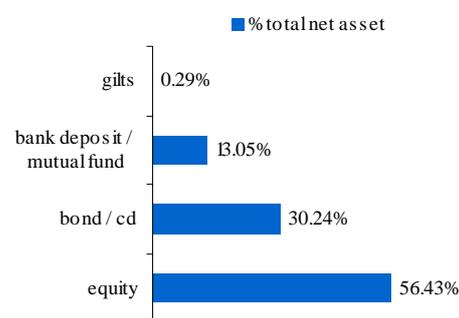
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
9.25% EXPORT & IMPORT BANK LTD NCD (MD 13/12/2012)	0.75	AAA
11.65% HDFC LTD NCD (MD 09/09/2010)	0.73	AAA
8.44% HDFC LTD NCD (MD 08/12/2014)	1.45	AAA
7.60% ICICI BANK LTD NCD (MD 30/12/2015)	0.36	AAA
8.25% IDBI OMNI BOND SER III 26-05-2011	0.35	AA+
9.25% IDBI BANK LTD PERPETUAL NCD CALL/STEP-UP 29/01/2020	0.28	AA
9.50% INDIAN HOTEL CO LTD (28/02/2012)	0.30	LAA+
6% INDIAN HOTELS LTD NCD (MD 13/05/2011)	0.72	LAA+
9.76% IRFC NCD (MD 03/07/2012)	0.15	AAA
8.95% IRFC NCD SERIES 69 (MD 10/03/2025)	0.30	AAA
8.79% IRFC NCD SERIES 70 (MD 04/05/2030)	0.73	AAA
9.50% NABARD NPS BONDS SR IX 1 (MD 15/10/2012)	0.75	AAA
9.15% NCRP NCD (MD 18/02/2019) P/C 18/02/16	0.44	AAA
8.68% NCRP NCD (MD 18/08/2019) P/C 18/08/2016	0.73	AAA
10.10% PGCL (12/06/2012)	0.75	AAA
8.90% PGCL NCD STRPP A (MD 25/02/2014)	0.37	AAA
8.90% PGCL NCD STRPP C (MD 25/02/2016)	0.73	AAA
8.90% PGCL NCD STRPP G (MD 25/02/2020)	0.36	AAA
8.64% PGCL NCD (MD 08/07/2014)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2015)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2016)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2017)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2018)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2019)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2020)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2021)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2022)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2023)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2024)	0.07	AAA
8.64% PGCL NCD (MD 08/07/2025)	0.07	AAA
9.80% PGCL 22/02/2012	0.75	AAA
9.40% PGCL NCD (MD 25/03/2013)	0.75	AAA
10.70% PGCL NCD (MD 15/07/2013)	1.55	AAA
8.60% PGCL NCD (MD 07/08/2014)	0.73	AAA
9.45% RECL LTD NCD (MD 04/04/2013)	0.75	AAA
11.35% RECL LTD NCD (MD 24/10/2013) P/C 24/10/2011	0.47	AAA
11.75% RECL LTD NCD (MD 03/11/2011)	0.76	AAA
8% RECL LTD NCD (MD 05/08/2014)	1.43	AAA
7.6% RECL NCD (MD 22/01/2013)	0.72	AAA
11.45% RIL NCD (MD 25/11/2013)	0.78	AAA
11.45% RIL NCD TRANCHE 2 (MD 25/11/2013)	1.91	AAA
8.75% RIL NCD (MD 07/05/2020)	1.44	AAA
8.90% SAIL (MD 01/05/2019) CALL FR 01/05/2014	0.73	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	0.74	AAA
9.90% TATASONS LTD NCD (MD 20/05/2011)	0.74	LAA+
8.99% TATASONS LTD NCD (MD 07/06/2020)	1.47	AAA
8.4% TATA CAP LTD NCD (MD 26/11/2012)	0.73	AA+
8.23% TATA CAP LTD NCD (MD 29/07/2013) PUT&RESET 27/07/12	0.95	AA+
9.7% UPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	0.98	AA+
9.50% TATA COMMUNICATION LTD NCD (MD 08/06/2014)	0.75	AAA
total bond/cd	30.24	
gilts		
8.47% JHARKHAND GOI 25-03-2019	0.15	sovereign
6.72% GOI 24-02-2014	0.14	sovereign
total gilts	0.29	
equity		
AUTOMOBILES	4.40	
TATA MOTORS LTD ORDINARY SHARES A	0.43	1.54
MARUTI SUZUKI INDIA LTD	0.37	0.81
MAHINDRA & MAHINDRA LTD	1.42	1.26
BAJAJ AUTO LIMITED NEW	1.88	0.71
BANKING & FINANCE	13.71	
MAX INDIA LIMITED FV 2	0.28	0.74
PUNJAB NATIONAL BANK	0.66	0.80
BANK OF BARODA	1.09	0.68
SHRIRAM TRANSPORT FINANCE COMPANY LTD	1.22	0.32
HOUSING DEVELOPMENT FINANCE CORPORATION	1.23	0.94
AXIS BANK LIMITED	1.45	1.10
STATE BANK OF INDIA	2.18	1.15
HDFC BANK	2.59	0.72
ICICI BANK LTD	3.01	1.50
CAP GOODS / ENGINEERING	6.62	
PUNJ LLOYD LIMITED FV 2	0.37	1.36
CUMMINS INDIA LIMITED FV 2	0.71	0.50
VOLTAS LIMITED	0.77	1.03
BHARAT HEAVY ELECTRICALS LIMITED	1.59	0.68
LARSEN & TOUBRO LIMITED FV 2	3.18	0.97
CEMENT & CEMENT PRODUCTS	0.75	
INDIA CEMENTS LTD	0.02	0.90
ULTRATECH CEMENT LIMITED	0.73	0.63
CONSTRUCTION	1.36	
NAGARJUNA CONSTRUCTION CO LTD FV 2	0.31	1.34
JAIPRAKASH ASSOCIATES LTD	1.05	1.70
FMCG	4.48	
HINDUSTAN UNILEVER LIMITED FV 1	0.45	0.48
UNITED SPIRITS LTD	0.80	1.02
ITC LTD FACE VALUE INR 1	3.23	0.71
GAS	0.60	
GAIL (INDIA) LIMITED	0.60	0.62
IT	5.81	
MPHASIS LIMITED	0.49	0.65
TATA CONSULTANCY SERVICES LIMITED	1.41	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	3.90	0.74
METALS	3.75	
STERLITE INDUSTRIES INDIA LTD	1.07	1.70
JINDAL STEEL AND POWER LIMITED	1.27	1.27
TATA STEEL LIMITED	1.41	1.68
OIL REFINERIES	7.02	
OIL INDIA LIMITED	0.69	0.32
OIL & NATURAL GAS CORPORATION LTD.	1.30	0.63
RELIANCE INDUSTRIES LIMITED	5.03	1.12
PHARMACEUTICALS	4.14	
LUPIN LIMITED	0.21	0.27
CIPLA LIMITED FV 2	0.42	0.39
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.45	0.36
DIVIS LABORATORIES LTD	1.10	0.70
JUBILANT ORGANOSYS LIMITED	1.96	0.89
PLASTIC AND PLASTIC PRODUCT	0.79	
SINTEX INDUSTRIES LTD. FV 2	0.79	0.88
POWER	1.31	
TATA POWER FV 10	0.63	0.73
NTPC LIMITED	0.68	0.56
SOFTWARE	0.14	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.14	1.01
TELECOM	1.55	
BHARTI AIRTEL LTD	1.55	0.66
total equity	56.43	
total bank deposits/mutual funds	13.04	
total net assets	100.00	

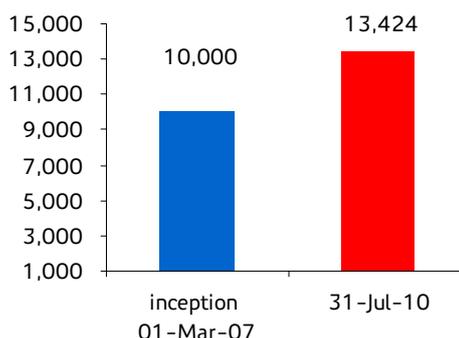
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio:	2.42 years
YTM of debt portfolio:	8.49%
Beta of equity portfolio:	0.95

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 56.43%.

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to gilts and corporate bonds as and when attractive investments are available

target asset allocation

Debt:	40%
Equity:	60%

benchmark construction

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

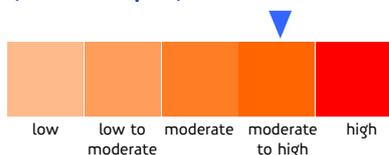
Growth Plus Fund

fund performance As on Jul 31, 2010

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 manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 46.32%.

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

target asset allocation

Debt:	50%
Equity:	50%

benchmark construction

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

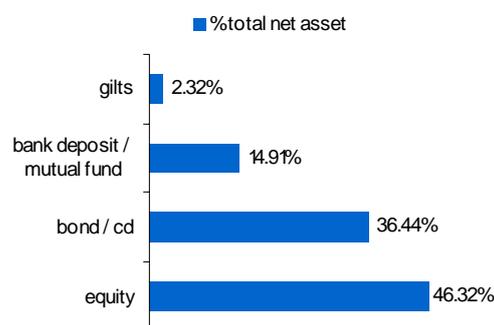
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	13.10%	10.35%	7.47%	9.01%	1.08%	0.59%
last 2 year (CAGR*)	13.03%	11.22%	15.23%	17.61%	0.53%	0.35%
last 3 year (CAGR*)	7.21%	8.16%	16.56%	17.97%	0.13%	0.18%
since inception (CAGR*)	10.12%	9.95%	15.78%	16.95%	0.32%	0.29%
date of inception	march, 2007					

*CAGR: Compounded Annual Growth Rate

portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
9.25% EXPORT & IMPORT BANK LTD NCD (MD 13/12/2012)	0.20	AAA
8.65% HDFC LTD (12.09.11)	0.49	AAA
9.20% HDFC LTD NCD (MD 09/02/2012)	0.25	AAA
7.60% ICICI BANK LTD NCD (MD 30/12/2015)	0.19	AAA
9.25% IDBI BANK LTD PERPETUAL NCD CALL/STEP-UP 29/01/2020	0.47	AA
8.75% IRFC NCD (MD 07/01/2013)	2.48	AAA
10.60% IRFC NCD (MD 11/09/2018)	2.71	AAA
8.79% IRFC NCD SERIES 70 (MD 04/05/2030)	2.45	AAA
10% NABARD NCD SR IX (MD 14/05/2012)	0.10	AAA
9.50% NABARD NPS BONDS SR IX 1 (MD 15/10/2012)	0.60	AAA
10.10% PGCL (12/06/2011)	0.06	AAA
8.90% PGCL NCD STRPP F (MD 25/02/2019)	1.22	AAA
11.15% PFCL NCD (MD 15/09/2011)	1.01	AAA
9.07% RECL (MD 28/02/2018)	0.99	AAA
10.90% RECL LTD NCD (MD 14/08/2013)	4.70	AAA
7.6% RECL NCD (MD 22/01/2013)	2.41	AAA
11.45% RIL NCD (MD 25/11/2013)	1.86	AAA
11.45% RIL NCD TRANCHE 2 (MD 25/11/2013)	1.33	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	2.46	AAA
9.90% TATA SONS LTD NCD (MD 20/05/2011)	1.24	LAAA
8.99% TATA SONS LTD NCD (MD 07/06/2020)	2.45	AAA
8.23% TATA CAP LTD NCD 29/07/2013 PUT&RESET 27/07/12	2.44	AA+
12% TATA CAPITAL LTD NCD (MD 05/03/2014) P/C 05/03/2012	3.08	LAA+
9.7% UPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	1.26	AA+
total bond/cd	36.44	
gilts		
7.56% GOI 03-11-2014	0.49	sovereign
7.50% GOI 10-08-2034	0.89	sovereign
6.72% GOI 24-02-2014	0.95	sovereign
total gilts	2.32	
equity		
AUTOMOBILES		
TATA MOTORS LTD ORDINARY SHARES A	0.33	1.54
MARUTI SUZUKI INDIA LTD.	0.54	0.81
MAHINDRA & MAHINDRA LTD	1.10	1.26
BAJAJ AUTO LIMITED NEW	1.37	0.71
BANKING & FINANCE		
MAX INDIA LIMITED FV 2	0.22	0.74
PUNJAB NATIONAL BANK	0.42	0.80
BANK OF BARODA	0.82	0.68
HOUSING DEVELOPMENT FINANCE CORPORATION	0.96	0.94
SHRIRAM TRANSPORT FINANCE COMPANY LTD	0.96	0.32
AXIS BANK LIMITED	1.15	1.10
STATE BANK OF INDIA	1.67	1.15
HDFC BANK	2.06	0.72
ICICI BANK LTD	2.40	1.50
CAP GOODS / ENGINEERING		
PUNJ LLOYD LIMITED FV 2	0.29	1.36
CUMMINS INDIA LIMITED FV 2	0.50	0.50
VOLTAS LIMITED	0.64	1.03
BHARAT HEAVY ELECTRICALS LIMITED	1.26	0.68
LARSEN & TOUBRO LIMITED FV 2	2.53	0.97
CEMENT & CEMENT PRODUCTS		
INDIA CEMENTS LTD	0.02	0.90
ULTRATECH CEMENT LIMITED	0.56	0.63
NAGARJUNA CONSTRUCTION CO LTD FV 2	0.25	1.34
JAIPRAKASH ASSOCIATES LTD	0.81	1.70
FMCG		
HINDUSTAN UNILEVER LIMITED FV 1	0.47	0.48
UNITED SPIRITS LTD	0.50	1.02
ITC LTD FACE VALUE INR 1	2.57	0.71
GAS		
GAIL (INDIA) LIMITED	0.47	0.62
IT		
MPHASIS LIMITED	0.40	0.65
TATA CONSULTANCY SERVICES LIMITED	1.25	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	3.14	0.74
METALS		
STERLITE INDUSTRIES INDIA LTD	0.95	1.70
JINDAL STEEL AND POWER LIMITED	0.97	1.27
TATA STEEL LIMITED	1.21	1.68
OIL REFINERIES		
OIL INDIA LIMITED	0.55	0.32
INDIAN OIL CORPORATION LIMITED	0.96	0.19
OIL & NATURAL GAS CORPORATION LTD.	1.05	0.63
RELIANCE INDUSTRIES LIMITED	4.93	1.12
PHARMACEUTICALS		
LUPIN LIMITED	0.17	0.27
CIPLA LIMITED FV 2	0.34	0.39
SUN PHARMACEUTICALS INDUSTRIES LTD FV 5	0.35	0.36
DIVIS LABORATORIES LTD	0.84	0.70
JUBILANT ORGANOSYS LIMITED	1.34	0.89
PLASTIC AND PLASTIC PRODUCT		
SINTEX INDUSTRIES LTD. FV 2	0.66	0.88
POWER		
NTPC LIMITED	0.50	0.56
TATA POWER FV 10	0.51	0.73
SOFTWARE		
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.10	1.01
TELECOM		
BHARTI AIRTEL LTD	1.23	0.66
total equity	46.32	
total bank deposits/mutual funds	14.91	
total net assets	100.00	

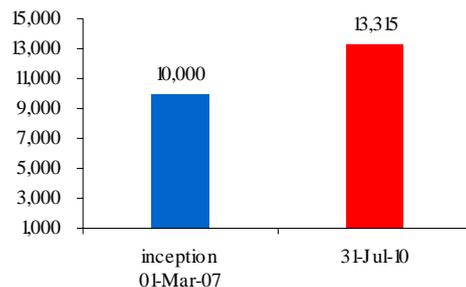
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio:	2.91 years
YTM of debt portfolio:	8.45%
Beta of equity portfolio:	0.92

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



Growth Fund

fund performance As on Jul 31, 2010

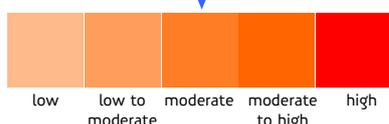
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	11.18%	9.20%	6.26%	7.27%	0.99%	0.58%
last 2 year (CAGR*)	12.41%	10.80%	12.42%	14.17%	0.60%	0.41%
last 3 year (CAGR*)	7.22%	8.23%	13.79%	14.48%	0.16%	0.22%
last 4 year (CAGR*)	10.60%	11.33%	12.47%	12.96%	0.45%	0.49%
last 5 year (CAGR*)	11.92%	12.46%	11.94%	12.36%	0.58%	0.60%
since inception (CAGR*)	12.66%	13.01%	11.25%	11.56%	0.68%	0.69%
date of inception	august, 2004					

*CAGR: Compounded Annual Growth Rate

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'.

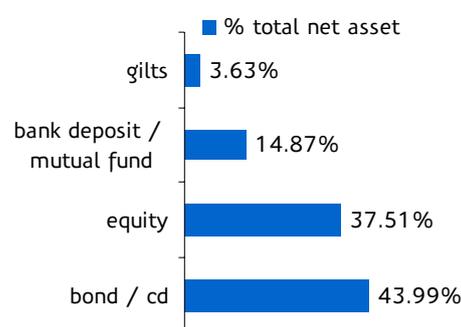
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
9.25% HDFC LTD. NCD (MD 24/11/2016)	1.43	AAA
10.35% HDFC LTD NCD (MD 16/05/2017)	1.41	AAA
8.95% HDFC LTD NCD (MD 16/01/2011)	0.28	AAA
11.95% HDFC LTD NCD (MD 26/11/2018)	1.64	AAA
8.25% IDBI OMNI BOND SER III 26-05-2011	1.67	AA+
9.25% IDBI BANK LTD PERPETUAL NCD CALL/STEP-UP 29/01/2020	0.27	AA
9.50% INDIAN HOTEL CO LTD (28/02/2012)	0.85	LAA+
7.15% IND OIL BOND 10/06/2012 P/C 100610	1.09	LAAA
8.20% IRFC NCD (MD 27/04/2016)	1.37	AAA
8.95% IRFC NCD SERIES 69 (MD 10/03/2025)	0.28	AAA
8.79% IRFC NCD SERIES 70 (MD 04/05/2030)	4.21	AAA
8.65% I&T LTD PARTLY PAID UP NCD (MD 26/05/2020) CALL 26/05/11	0.70	AAA
9.70% LIC HOUSING FINANCE LTD NCD (MD 07/04/2013)	1.44	AAA
9.50% NABARD NPS BONDS SR IX I (MD 15/10/2012)	1.41	AAA
7.39% PGCL 22-09-2011	0.89	AAA
8.90% PGCL NCD STRPP E (MD 25/02/2018)	0.70	AAA
9.40% PFCL NCD (MD 25/03/2013)	1.43	AAA
11.40% PFCL NCD (MD 28/11/2013)	0.91	AAA
8% RECL LTD NCD (MD 05/08/2014)	1.37	AAA
7.6% RECL NCD (MD 22/01/2013)	1.38	AAA
11.45% RIL NCD (MD 25/11/2013)	4.27	AAA
11.45% RIL NCD TRANCHE 2 (MD 25/11/2013)	0.91	AAA
8.80% SAIL NCD (MD 22/06/2019)	1.39	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	1.41	AAA
8.23% SUNDARAM FINANCE LTD NCD (MD 27/07/2012)	1.40	LAA+
9.90% TATA SONS LTD NCD (MD 20/05/2011)	0.57	LAAA
8.99% TATA SONS LTD NCD (MD 07/06/2020)	1.40	AAA
8.97% TATA SONS LTD NCD (MD 15/07/2020)	4.21	AAA
8.4% TATA CAPITAL LTD NCD (MD 26/11/2012)	1.40	AA+
9.80% TATA STEEL LTD NCD (MD 07/05/2011)	0.84	AA
9.7% UPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	1.44	AA+
total bond/cd	43.99	
gilts		
7.46% GOI 2017 (M/D. 28/8/2017)	0.55	sovereign
8.35% GOI 2022 (M/d. 14.05.2022)	0.01	sovereign
7.44% GOI Spl Oil Bond 2012 (23/03/2012)	1.20	sovereign
7.02% GOI (MD 17/08/2016)	1.88	sovereign
total gilts	3.63	
equity		
AUTOMOBILES		
MARUTI SUZUKI INDIA LTD.	0.26	0.81
BAJAJ AUTO LIMITED NEW	0.45	0.71
MAHINDRA & MAHINDRA LTD	0.46	1.26
BANKING & FINANCE		
HDFC BANK LTD	0.11	0.72
MAX INDIA LIMITED FV 2	0.35	0.74
HOUSING DEVELOPMENT FINANCE CORPORATION	0.61	0.94
BANK OF BARODA	0.76	0.68
SHRIRAM TRANSPORT FINANCE COMPANY LTD	0.96	0.32
AXIS BANK LIMITED	1.08	1.10
POWER FINANCE CORPORATION LTD	1.34	0.74
STATE BANK OF INDIA	1.36	1.15
ICICI BANK LTD	1.87	1.50
CAP GOODS / ENGINEERING		
PUNJ LLOYD LIMITED FV 2	0.48	1.36
VOLTAS LIMITED	0.55	1.03
BHARAT HEAVY ELECTRICALS LIMITED	0.77	0.68
CROMPTON GREAVES LIMITED NEW FV 2	0.84	0.94
CUMMINS INDIA LIMITED FV 2	1.10	0.50
LARSEN & TOUBRO LIMITED FV 2	2.04	0.97
CEMENT & CEMENT PRODUCTS		
ULTRATECH CEMENT LIMITED	0.49	0.63
INDIA CEMENTS LTD	0.56	0.90
CONSTRUCTION		
NAGARJUNA CONSTRUCTION CO LTD FV 2	0.87	1.34
CONSUMER GOODS		
PANTALOON RETAIL INDIA LTD FV 2	2.28	0.87
FERTILIZERS		
TATA CHEMICALS LTD.	0.42	0.86
GUJARAT STATE FERTILIZERS & CHEMICALS LTD.	0.90	0.63
FMCG		
ASIAN PAINTS LTD.	0.24	0.42
UNITED SPIRITS LTD	0.69	1.02
ITC LTD FACE VALUE INR 1	0.79	0.71
GAS		
GAIL (INDIA) LIMITED	0.55	0.62
IT		
TATA CONSULTANCY SERVICES LIMITED	0.79	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	2.79	0.74
METALS		
TATA STEEL LIMITED	0.72	1.68
STERLITE INDUSTRIES INDIA LTD	0.98	1.70
OIL REFINERIES		
OIL & NATURAL GAS CORPORATION LTD.	0.56	0.63
RELIANCE INDUSTRIES LIMITED	3.32	1.12
PHARMACEUTICALS		
DIVIS LABORATORIES LTD	0.36	0.70
LUPIN LIMITED	0.83	0.27
JUBILANT ORGANOSYS LIMITED	1.39	0.89
PLASTIC AND PLASTIC PRODUCT		
SINTEX INDUSTRIES LTD. FV 2	0.35	0.88
POWER		
PTC INDIA LIMITED	0.28	0.85
SOFTWARE		
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.76	1.01
TELECOM		
BHARTI AIRTEL LTD	1.16	0.66
total equity	37.51	
total bank deposits/mutual funds	14.87	
total net assets	100.00	

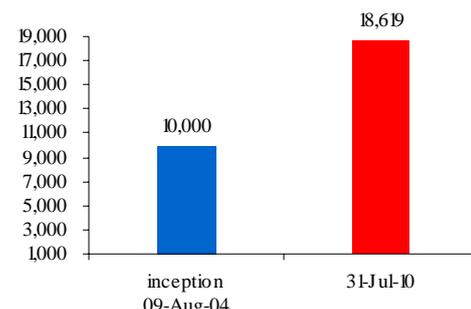
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio: 2.42 years
 YTM of debt portfolio: 8.49%
 Beta of equity portfolio: 0.92

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



fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 37.51%.

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

target asset allocation

Debt: 60%
 Equity: 40%

benchmark construction

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

Balanced Fund

fund performance As on Jul 31, 2010

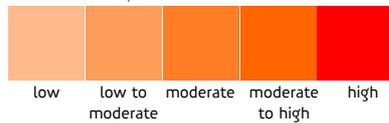
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	8.95%	6.85%	3.54%	3.82%	1.12%	0.48%
last 2 year (CAGR*)	11.84%	9.59%	6.91%	7.41%	0.99%	0.62%
last 3 year (CAGR*)	8.40%	7.96%	7.54%	7.59%	0.45%	0.39%
last 4 year (CAGR*)	10.09%	9.48%	6.89%	6.83%	0.74%	0.66%
last 5 year (CAGR*)	10.24%	9.75%	6.53%	6.46%	0.80%	0.73%
since inception (CAGR*)	10.96%	9.68%	5.72%	5.78%	1.04%	0.81%
date of inception	february, 2003					

*CAGR: Compounded Annual Growth Rate

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'.

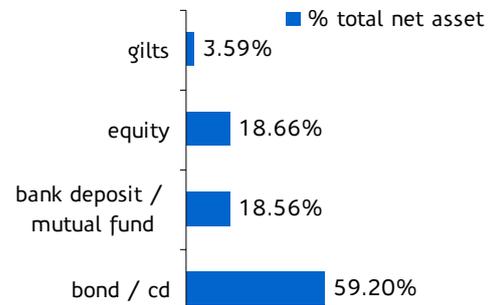
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
8.70% BAJAJ AUTO FINANCE LTD NCD (MD 22/07/2015)	1.99	LAA+
8.0% EXPORT & IMPORT BANK LTD NCD (MD 12/09/2011)	1.34	AAA
9.25% EXPORT & IMPORT BANK LTD NCD (MD 13/12/2011)	0.34	AAA
8.65% HDFC LTD (12.09.11)	0.47	AAA
10.35% HDFC LTD SR EUCO NCD (MD 06/06/2017)	0.40	AAA
9.20% HDFC LTD NCD (MD 09/02/2012)	0.13	AAA
8.95% HDFC LTD NCD (MD 16/01/2011)	1.20	AAA
11.15% HDFC LTD NCD (MD 06/08/2018)	0.45	AAA
8.40% HDFC LTD NCD (MD 08/12/2014)	0.95	AAA
9.80% ICICI BANK LTD NCD (MD 10/02/2013)	1.04	AAA
9.25% IDBI BANK PERPETUAL NCD CALL/STEP-UP 29/01/2020	0.64	AA
8.88% IDFC LTD NCD (MD 07/01/2013)	0.67	AAA
9.50% INDIAN HOTEL CO LTD (28/02/2012)	1.02	LAA+
6% INDIAN HOTELS LTD NCD (MD 13/05/2011)	0.65	LAA+
8.40% ADITYA BIRLA NIVO LTD NCD (MD 23/11/2012)	0.56	LAA+
9.76% IRFC NCD (MD 03/07/2012)	0.48	AAA
8.83% IRFC NCD (MD 29/10/2012)	0.68	AAA
8.53% IRFC NCD (MD 07/01/2013)	0.81	AAA
10.60% IRFC NCD (MD 11/09/2018)	0.15	AAA
8.46% IRFC NCD (MD 15/01/2014)	1.35	AAA
8.79% IRFC NCD SERIES 'D' (MD 04/05/2030)	1.34	AAA
8.65% L&T LTD PARTLY PAID UP NCD (MD 26/05/2020) CALL 26/05/11	0.33	AAA
9.35% LIC HOUSING FINANCE LTD NCD 23/11/2014 P/C 23/11/2012	0.82	AAA
9.94% LIC HOUSING FINANCE LTD NCD (MD 16/01/2011)	1.33	AAA
8.40% L&T FINANCE LTD NCD (MD 08/03/2013)	0.74	AAA
10% NABARD NCD SR IX (MD 14/05/2012)	0.81	AAA
9.50% NABARD NPS BONDS SR IX I (MD 15/10/2012)	1.08	AAA
8.68% NCRP NCD (MD 18/08/2019) P/C 18/08/2016	0.66	AAA
10.10% PGCL (12/06/2011)	0.27	AAA
9.33% PGCL NCD (MD 15/12/2013)	0.27	AAA
9.20% PGCL A NCD (MD 12/03/2013)	0.68	AAA
8.90% PGCL NCD STRPP H (MD 25/02/2021)	0.33	AAA
9.80% PFCL 22/03/2012	0.68	AAA
11.15% PFCL NCD (MD 15/09/2011)	0.41	AAA
11.10% PFCL NCD (MD 15/09/2013)	1.09	AAA
11.40% PFCL NCD (MD 28/11/2013)	2.18	AAA
11.25% PFCL NCD (MD 28/11/2018)	0.76	AAA
9.30% PFCL NCD (MD 12/03/2013)	0.61	AAA
9.45% RECL LTD NCD (MD 04/04/2013)	0.41	AAA
10.90% RECL LTD NCD (MD 14/08/2013)	0.71	AAA
10.95% RECL LTD NCD (MD 16/08/2011)	1.37	AAA
11.35% RECL LTD NCD (MD 24/10/2013) P/C 24/10/2011	0.06	AAA
11.75% RECL LTD NCD (MD 03/11/2011)	0.69	AAA
8% RECL LTD NCD (MD 05/08/2014)	1.31	AAA
7.6% RECL NCD (MD 22/01/2013)	0.66	AAA
11.45% RIL NCD (MD 25/11/2013)	2.62	AAA
11.45% RIL NCD TRANCHE 2 (MD 25/11/2013)	2.54	AAA
8.75% RIL NCD (MD 07/05/2020)	1.98	AAA
8.90% SAIL (MD 01/05/2019) CALL FR 01/05/2014	0.67	AAA
8.80% SAIL NCD (MD 22/06/2019)	0.66	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	0.76	AAA
9.34% SBT NCD (MD PERPETUAL) CALL 31/10/16 STEPUP 9.84	0.49	AAA
10.20% SUNDARAM FINANCE LTD NCD (MD 29/05/2013)	1.40	AA+
8.23% SUNDARAM FINANCE LTD NCD (MD 15/07/2020)	0.67	AAA
9.90% TATA SONS LTD NCD (MD 20/05/2011)	1.35	LAAA
8.99% TATA SONS LTD NCD (MD 07/06/2020)	2.01	AAA
8.97% TATA SONS LTD NCD (MD 15/07/2020)	1.03	AAA
8.4% TATA CAP LTD NCD (MD 26/11/2012)	0.67	AAA
8.23% TATA CAP LTD NCD (MD 29/07/2013) PUT & RESET 27/07/12	0.47	AAA
12% TATA CAPITAL LTD NCD (MD 05/03/2014) P/C 05/03/2012	0.56	LAA+
9.80% TATA STEEL LTD NCD (MD 07/05/2011)	0.80	AAA
9.7% UPPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	2.20	AA+
9.50% TATA COMM LTD NCD (MD 08/06/2014)	0.68	AAA
total bond/cd	59.20	
gilts		
7.46% GOI 2017 (M/D. 28/8/2017)	0.65	sovereign
7.77% GOI 2014 (M/D. 16/04/2014)	0.26	sovereign
6.72% GOI 2014 (MD 24/02/2014)	0.26	sovereign
7.50% GOI 2034 (10.08.2034)	0.36	sovereign
7.44% GOI Spl Oil Bond 2012 23/03/2012)	1.07	sovereign
8.24% GOI (MD 22/04/2018)	0.23	sovereign
7.02% GOI (MD 17/08/2016)	1.02	sovereign
total gilts	3.59	
equity		
AUTOMOBILES		
MARUTI SUZUKI INDIA LTD.	0.59	0.81
BAJAJ AUTO LIMITED NEW	0.13	0.71
MAHINDRA & MAHINDRA LTD	0.23	1.26
BANKING & FINANCE		
HDFC BANK	4.21	0.72
MAX INDIA LIMITED FV 2	0.12	0.74
HOUSING DEVELOPMENT FINANCE CORPORATION	0.31	0.94
BANK OF BARODA	0.68	0.38
SHRIRAM TRANSPORT FINANCE COMPANY LTD	0.46	0.32
AXIS BANK LIMITED	0.54	1.10
POWER FINANCE CORPORATION LTD	1.03	0.74
STATE BANK OF INDIA	0.72	1.15
ICICI BANK LTD	2.94	1.50
CAP GOODS / ENGINEERING		
PUNJ LLOYD LIMITED FV 2	0.91	1.36
VOLTAS LIMITED	0.27	1.03
BHARAT HEAVY ELECTRICALS LIMITED	0.39	0.68
CROMPTON GREAVES LIMITED NEW FV 2	0.44	0.94
CUMMINS INDIA LIMITED FV 2	0.55	0.50
LARSEN & TOUBRO LIMITED FV 2	1.03	0.97
CEMENT & CEMENT PRODUCTS		
INDIA CEMENTS LTD	0.28	0.90
ULTRATECH CEMENT LIMITED	0.28	0.63
CONSTRUCTION		
NAGARIJUNA CONSTRUCTION CO LTD FV 2	0.44	1.34
CONSUMER GOODS		
PANTALON RETAIL INDIA LTD FV 2	1.15	0.87
FERTILIZERS		
TATA CHEMICALS LTD.	0.21	0.86
GUJARAT STATE FERTILIZERS & CHEMICALS LTD.	0.45	0.63
FMCG		
ASIAN PAINTS LTD.	0.12	0.42
UNITED SPIRITS LTD	0.35	1.02
ITC LTD FACE VALUE INR 1	0.40	0.71
GAS		
GAIL (INDIA) LIMITED	0.28	0.62
IT		
TATA CONSULTANCY SERVICES LIMITED	1.78	0.39
INFOSYS TECHNOLOGIES LIMITED FV 5	1.38	0.74
METALS		
METAL STEEL LIMITED	0.87	1.68
STERLITE INDUSTRIES INDIA LTD	0.49	1.70
OIL REFINERIES		
OIL & NATURAL GAS CORPORATION LTD.	1.96	0.63
RELIANCE INDUSTRIES LIMITED	0.29	1.66
PHARMACEUTICALS		
LUPIN LIMITED	1.10	0.27
JUBILANT ORGANOSYS LIMITED	0.40	0.89
PLASTIC AND PLASTIC PRODUCT		
SINTEX INDUSTRIES LTD. FV 2	0.17	0.88
POWER		
PTC INDIA LIMITED	0.18	0.85
SOFTWARE		
FINANCIAL TECHNOLOGIES INDIA INR FV 2	0.36	1.01
TELECOM		
BHARTI AIRTEL LTD	0.58	0.66
total equity	18.66	
total bank deposits/mutual funds		
total net assets	100.00	

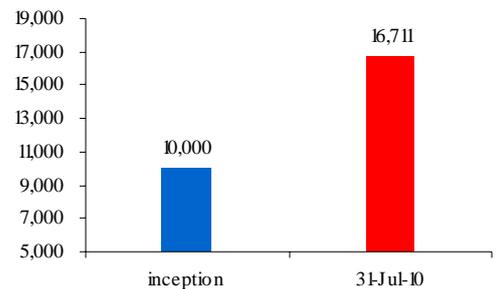
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio:	2.55 years
YTM of debt portfolio:	8.3%
Fund Beta:	0.92

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



fund manager's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 18.66%.

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to gilts and corporate bonds as and when attractive investments are available.

target asset allocation

Debt.:	80%
Equity:	20%

benchmark construction

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

Corporate Bond Fund

fund performance As on Jul 31, 2010

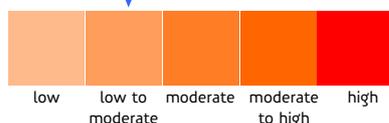
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	8.04%	4.60%	2.00%	1.91%	1.52%	-0.21%
last 2 year (CAGR*)	11.48%	8.04%	4.00%	4.81%	1.62%	0.63%
last 3 year (CAGR*)	9.52%	6.16%	3.52%	4.28%	1.28%	0.27%
since inception (CAGR*)	10.12%	6.82%	3.53%	4.28%	1.45%	0.42%
date of inception					may, 2007	

*CAGR: Compounded Annual Growth Rate

fund objective

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

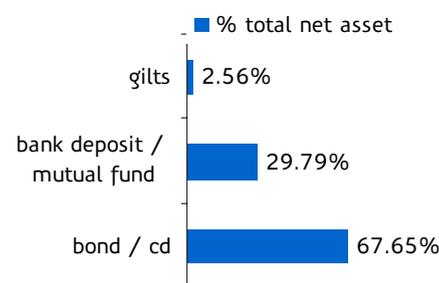
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
11.30% ACC LTD NCD (MD 10/12/2013)	0.15	AAA
9.25% EXPORT & IMPORT BANK LTD NCD (MD 13/12/2012)	0.08	AAA
9.32% HDFC LTD NCD (MD 17/12/2012)	0.55	AAA
9.20% HDFC LTD NCD (MD 09/02/2012)	0.27	AAA
9.50% HDFC LTD NCD (MD 27/02/2013)	1.39	AAA
2% INDIAN HOTELS COMPANY LTD NCD (MD 09/12/2014)	2.88	LAA+
8.40% ADITYA BIRLA NUVO LTD NCD (MD 23/11/2012)	2.71	LAA+
9.76% IRFC NCD (MD 03/07/2012)	0.08	AAA
8.75% IRFC NCD (MD 07/01/2013)	1.64	AAA
8.79% IRFC NCD SERIES 70 (MD 04/05/2030)	1.35	AAA
9.35% LIC HOUSING FIN NCD 23/11/2014 P/C 23/11/2012	0.55	AAA
9.70% LIC HOUSING FIN NCD (MD 07/04/2013)	1.40	AAA
7.24% LIC HOUSING FIN NCD (MD 23/06/2011)	2.68	AAA
8.40% L & T FINANCE LTD NCD (MD 08/03/2013)	2.71	AA+
10.05% NABARD (MD 11/06/2014)	1.41	AAA
8.68% NCRP NCD (MD 18/08/2019) P/C 18/08/2016	1.34	AAA
7.39% PGCL 22-09-2011	0.48	AAA
9.47% PGCL NCD (MD 31/03/2013)	0.28	AAA
9.33% PGCL NCD (MD 15/12/2013)	0.84	AAA
8.90% PGCL NCD STRPP C (MD 25/02/2016)	0.68	AAA
11.10% PFCL NCD (MD 15/09/2013)	6.52	AAA
9.30% PFCL NCD (MD 12/03/2013)	0.14	AAA
8.60% PFCL NCD (MD 07/08/2014)	1.36	AAA
10.90% RECL LTD NCD (MD 14/08/2013)	2.49	AAA
11.35% RECL LTD NCD (MD 24/10/2013) P/C 24/10/2011	0.04	AAA
11.50% RECL LTD NCD (MD 26/11/2013)	2.95	AAA
8% RECL LTD NCD (MD 05/08/2014)	1.33	AAA
11.45% RIL NCD (MD 25/11/2013)	0.77	AAA
8.75% RIL NCD (MD 07/05/2020)	6.68	AAA
8.90% SAIL (MD 01/05/2019) CALL FR 01/05/2014	1.35	AAA
8.80% SAIL NCD (MD 22/06/2019)	4.03	AAA
10.48% SAMRUDDHI CEMENTS LTD NCD (MD 16/12/2013)	0.09	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	1.36	AAA
8.23% SUNDARAM FINANCE LTD NCD (MD 27/07/2012)	2.43	LAA+
8.99% TATA SONS LTD NCD (MD 07/06/2020)	2.71	AAA
8.97% TATA SONS LTD NCD (MD 15/07/2020)	0.54	AAA
12% TATA CAP LTD NCD (MD 05/03/2014) P/C 05/03/2012	3.70	LAA+
2% TATA MOTORS LTD NCD (MD 31/03/2014)	2.90	AAA
9.80% TATA STEEL LTD NCD (MD 07/05/2011)	0.27	AA
9.7% UPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	2.51	AA+
total bond/cd	67.65	
gilts		
Sovereign		
7.35% GOI 22-06-2024	1.24	sovereign
7.46% GOI 28-08-2017	1.32	sovereign
total gilts	2.56	
total bank deposits/mutual funds	29.79	
total net assets	100.00	

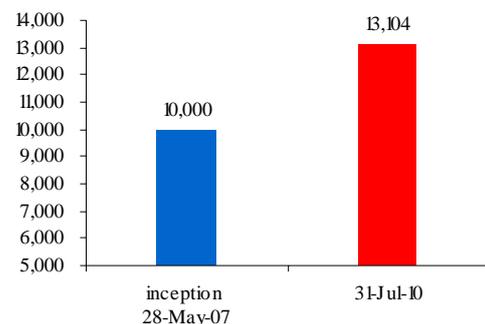
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio: 2.72 years
YTM of debt portfolio: 8.29%

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



fund manger's report

Exposures in Government Securities have been maintained while exposure in Corporate Bonds have been slightly increased to capture the opportunity of gaining higher yields in long end of the yield curve. Allocations to Money Market instruments have been decreased. We will increase exposure to corporate bonds as and when attractive investments are available.

target asset allocation

Bond Instruments: 100%

benchmark construction

CRISIL Composite Bond Index: 100%

Pure Debt Fund

fund performance As on Jul 31, 2010

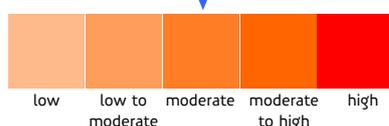
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	8.08%	4.60%	2.33%	1.91%	1.32%	-0.21%
last 2 year (CAGR*)	11.42%	8.04%	3.72%	4.81%	1.72%	0.63%
last 3 year (CAGR*)	9.39%	6.16%	3.29%	4.28%	1.34%	0.27%
since inception (CAGR*)	9.51%	6.72%	3.14%	4.17%	1.44%	0.41%
date of inception	april, 2007					

*CAGR: Compounded Annual Growth Rate

fund objective

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

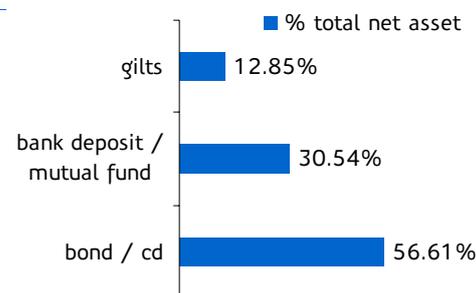
fund risk profile



portfolio As on Jul 31, 2010

security	% total assets	rating/ net 1-yr beta
bond/cd		
11.30% ACC LTD NCD (MD 10/12/2013)	2.08	AAA
8.40% HDFC LTD NCD (MD 08/12/2014)	3.79	AAA
9.25% IDBI PERPETUAL NCD CALL/STEP-UP 29/01/2020	1.83	AA
2% INDIAN HOTELS COMPANY LTD NCD (MD 09/12/2014)	4.07	LAA+
8.40% ADITYA BIRLA NUVO LTD NCD (MD 23/11/2012)	1.92	LAA+
10.60% IRFC NCD (MD 11/09/2018)	2.54	AAA
9.70% LIC HOUSING FINANCE LTD NCD (MD 07/04/2013)	3.95	AAA
8.40% L&T FINANCE LTD NCD (MD 08/03/2013)	3.84	AA+
10% NABARD NCD SR IX (MD 14/05/2012)	0.39	AAA
8.98% NCRP NCD (MD 14/02/2018) P/C 14/02/2015	1.95	AAA
8.90% PGCL NCD STRPP B (MD 25/02/2015)	0.97	AAA
11.25% PFCL NCD (MD 28/11/2018)	2.17	AAA
10.90% RECL LTD NCD (MD 14/08/2013)	5.07	AAA
10.90% RECL LTD NCD (MD 30/09/2013)	4.10	AAA
11.45% RIL NCD (MD 25/11/2013)	4.75	AAA
11.45% RIL NCD TRANCHE 2 (MD 25/11/2013)	2.09	AAA
8.90% SAIL (MD 01/05/2019) CALL FR 01/05/2014	1.91	AAA
9.05% SBI PERPETUAL NCD CALL/STEP-UP 27/01/2020	0.96	AAA
8.97% TATA SONS LTD NCD (MD 15/07/2020)	1.15	AAA
12% TATA CAP LTD NCD (MD 05/03/2014) P/C 05/03/2012	0.80	LAA+
2% TATA MOTORS LTD NCD (MD 31/03/2014)	4.09	AAA
9.7% UPL NCD (MD 09/04/2017) CALL 9/4/15 STEP 9.9%	2.17	AA+
total bond/cd	56.61	
gilts		
7.46% GOI 2017 (M/D. 28/8/2017)	3.73	sovereign
7.50% GOI 2034 (10.08.2034)	1.74	sovereign
8.28% GOI (MD 15/02/2032)	1.89	sovereign
7.02% GOI (MD 17/08/2016)	5.50	sovereign
total gilts	12.85	
total bank deposits/mutual funds	30.54	
total net assets	100.00	

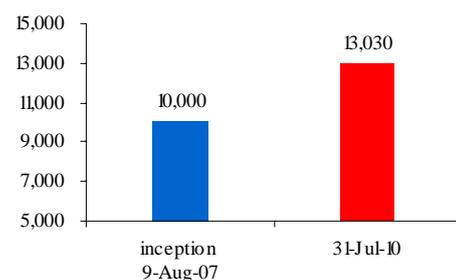
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio: 2.87 years
YTM of debt portfolio: 8.49%

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



fund manger's report

Exposures in Government Securities, Corporate Bonds and Money Market instruments have been maintained. 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%

Gilt Fund

fund performance As on Jul 31, 2010

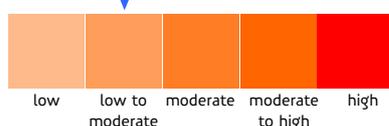
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	5.90%	4.01%	1.79%	3.40%	0.50%	-0.29%
last 2 year (CAGR*)	7.39%	13.31%	3.79%	12.38%	0.63%	0.67%
last 3 year (CAGR*)	6.12%	8.39%	3.31%	10.57%	0.34%	0.32%
since inception (CAGR*)	6.30%	9.07%	3.23%	10.36%	0.40%	0.39%
date of inception	may, 2007					

*CAGR: Compounded Annual Growth Rate

fund objective

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

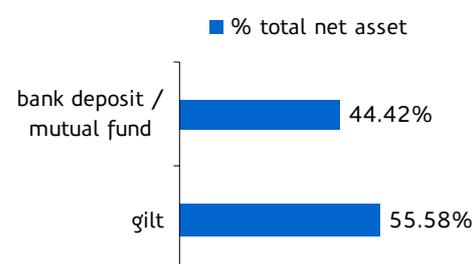
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/ 1-yr beta
gilts	55.58	sovereign
9.85% GOI 2015 (M/D. 16.10.2015)	0.03	sovereign
7.49% GOI 2017 (M/D. 16.04.2017)	3.99	sovereign
8.24% GOI (MD 15/02/2027)	4.02	sovereign
8.26% GOI 2027 (MD 02/08/2027)	8.07	sovereign
8.28% GOI (MD 15/02/2032)	16.15	sovereign
6.07% GOI (MD 15/05/2014)	3.87	Sovereign
6.49% GOI (MD 08/06/2015)	11.62	Sovereign
7.02% GOI (MD 17/08/2016)	7.83	sovereign
total gilts	55.58	
total bank deposits/mutual funds	44.42	
total net assets	100.00	

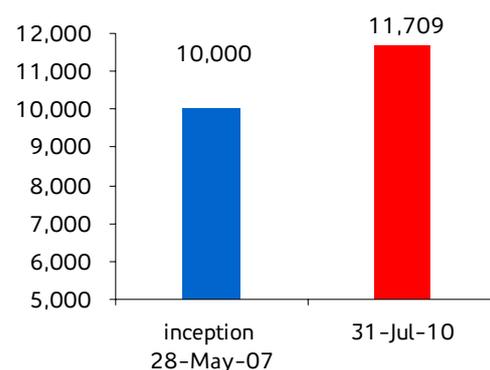
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio: 3.94 years
YTM of debt portfolio: 7.73%

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



fund manger's report

Exposures in Government Securities and Money Market instruments have been maintained. We will increase exposure to gilts as and when attractive investments are available.

target asset allocation

Government Securities: 100%

benchmark construction

I-Sec Composite Sovereign Bond Index:100%

Guaranteed Bond Fund I

fund performance As on Jul 31, 2010

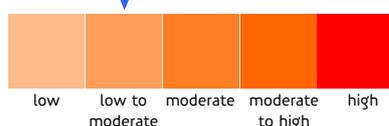
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	8.14%	NA	2.31%	NA	1.36%	NA
since inception (CAGR*)	13.50%	NA	3.86%	NA	2.20%	NA
date of inception	december, 2008					

*CAGR: Compounded Annual Growth Rate

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'.

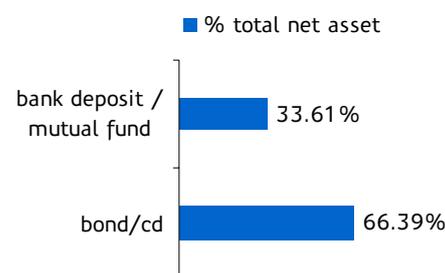
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
bond/cd		
11.30% ACC LTD NCD (MD 10/12/2013)	5.96	AAA
10.35% HDFC LTD SR E006 NCD (MD 06/06/2017)	5.38	AAA
11.15% HDFC LTD NCD (MD 06/08/2018)	2.89	AAA
10.60% IRFC NCD (MD 11/09/2018)	4.06	AAA
9.15% NCRP NCD (MD 18/02/2019) P/C 18/02/16	8.65	AAA
11% PFCL NCD (MD 15/09/2018)	6.83	AAA
9.07% RECL (MD 28/02/2018)	3.70	AAA
11.35% RECL LTD NCD 24/10/2013 P/C 24/10/2011	4.23	AAA
11.45% RIL NCD (MD 25/11/2013)	6.10	AAA
10.48% SAMRUDDHI CEMENTS LTD NCD 16/12/2013	6.07	AAA
2% TATA MOTORS LTD NCD (MD 31/03/2014)	6.51	AAA
9.50% TATA COMM LTD NCD (MD 08/06/2014)	6.01	AAA
total bond/cd	66.39	
total bank deposits/mutual funds	33.61	
total net assets	100.00	

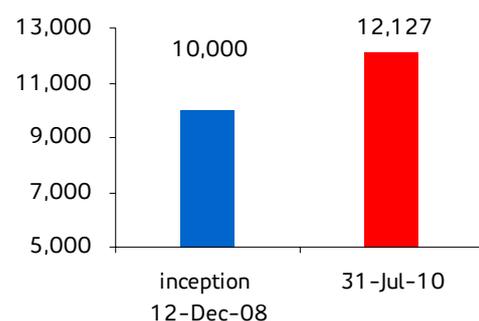
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

M.Duration of debt portfolio: 2.76 years
YTM of debt portfolio: 8.65%

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



fund manger's report

The allocation to gilts was increased to the portfolio is maintained to deliver guaranteed returns

target asset allocation

Debt Instruments: 100%

Money Market Fund

fund performance As on Jul 31, 2010

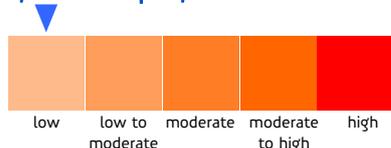
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	7.41%	3.53%	0.22%	0.27%	10.96%	-5.46%
last 2 year (CAGR*)	9.05%	5.67%	0.53%	0.86%	7.61%	0.78%
last 3 year (CAGR*)	9.06%	6.10%	0.44%	0.76%	9.33%	1.44%
since inception (CAGR*)	9.08%	6.11%	0.42%	0.74%	9.63%	1.50%
date of inception	may, 2007					

*CAGR: Compounded Annual Growth Rate

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'.

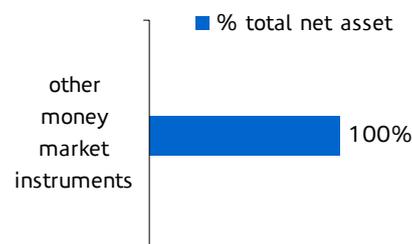
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/ 1-yr beta
other money market Instrument	100.00	
total net assets	100.00	

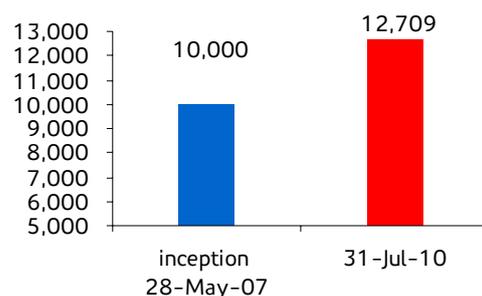
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

YTM of debt portfolio: 7.41%

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



fund manger'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%

Capital Secure Fund

fund performance As on Jul 31, 2010

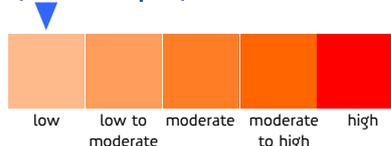
period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	6.82%	4.34%	0.21%	0.14%	8.79%	-4.57%
last 2 year (CAGR*)	8.59%	5.36%	0.56%	0.55%	6.38%	0.64%
last 3 year (CAGR*)	8.66%	6.10%	0.52%	0.54%	7.08%	2.03%
last 4 year (CAGR*)	8.53%	6.45%	0.49%	0.50%	7.24%	2.89%
last 5 year (CAGR*)	8.04%	6.40%	0.52%	0.46%	5.86%	3.06%
since inception (CAGR*)	7.03%	5.75%	0.59%	0.48%	3.46%	1.55%
date of inception	february, 2003					

*CAGR: Compounded Annual Growth Rate

fund objective

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

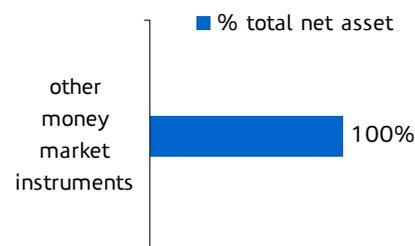
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/ 1-yr beta
other money market Instrument	100.00	
total net assets	100.00	

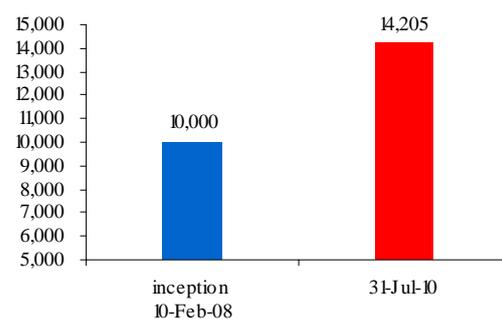
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

YTM of debt portfolio: 7.35%

growth of initial investment of Rs.10,000 in



fund manger'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%

Equity Plus Fund

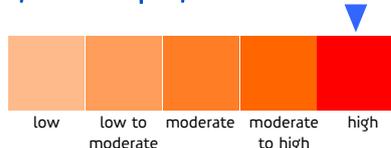
fund performance As on Jul 31, 2010

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	fund has not completed a period of one year since inception					
date of inception	january, 2010					

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'.

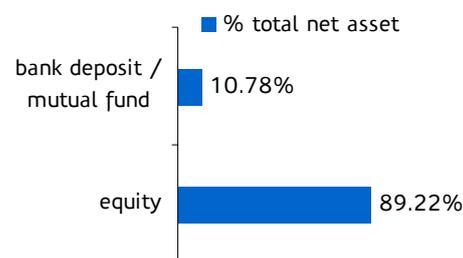
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	rating/1-yr beta
equity		
AUTO ANCILLARY	2.43	
EXIDE INDUSTRIES LTD	2.43	0.69
AUTOMOBILES	5.75	
TATA MOTORS LTD ORDINARY SHARES A	0.34	1.54
BAJAJ AUTO LIMITED NEW	0.92	0.71
MOTHERSON SUMI SYSTEMS LIMITED - FV 1	1.22	0.75
MARUTI SUZUKI INDIA LTD.	1.48	0.81
MAHINDRA & MAHINDRA LTD	1.80	1.26
BANKING & FINANCE	21.31	
AXIS BANK LIMITED	1.89	1.10
BANK OF BARODA	2.05	0.68
HOUSING DEVELOPMENT FINANCE CORPORATION	2.14	0.94
POWER FINANCE CORPORATION LTD	2.27	0.74
HDFC BANK	4.14	0.72
STATE BANK OF INDIA	4.18	1.15
ICICI BANK LTD	4.64	1.50
CAP GOODS / ENGINEERING	10.66	
BHARAT HEAVY ELECTRICALS LIMITED	2.07	0.68
CUMMINS INDIA LIMITED FV 2	2.47	0.50
LARSEN & TOUBRO LIMITED FV 2	6.13	0.97
CEMENT & CEMENT PRODUCTS	1.15	
ULTRATECH CEMENT LIMITED	1.15	0.63
CONSTRUCTION	1.72	
NAGARJUNA CONSTRUCTION CO LTD FV 2	1.72	1.34
CONSUMER GOODS	2.01	
PANTALOON RETAIL INDIA LTD FV 2	2.01	0.87
FERTILIZERS	1.93	
GUJARAT STATE FERTILIZERS & CHEMICALS LTD.	1.93	0.63
FMCG	7.50	
HINDUSTAN UNILEVER LIMITED FV 1	1.34	0.48
UNITED SPIRITS LTD	1.42	1.02
ASIAN PAINTS LTD.	1.67	0.42
ITC LTD FACE VALUE INR 1	3.08	0.71
GAS	0.77	
GAIL (INDIA) LIMITED	0.77	0.62
IT	9.91	
TATA CONSULTANCY SERVICES LIMITED	2.46	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	7.44	0.74
METALS	4.59	
HINDALCO INDUSTRIES LTD FV INR 1	1.26	1.89
TATA STEEL LIMITED	1.35	1.68
STERLITE INDUSTRIES INDIA LTD	1.98	1.70
OIL REFINERIES	10.15	
OIL & NATURAL GAS CORPORATION LTD.	2.69	0.63
RELIANCE INDUSTRIES LIMITED	7.46	1.12
PHARMACEUTICALS	5.12	
AUROBINDO PHARMA LTD FV RS.5(NEW)	0.50	0.72
LUPIN LIMITED	1.47	0.27
JUBILANT ORGANOSYS LIMITED	3.14	0.89
SOFTWARE	1.65	
FINANCIAL TECHNOLOGIES INDIA INR FV 2	1.65	1.01
TELECOM	2.03	
BHARTI AIRTEL LTD	2.03	0.66
WARRANTS	0.53	
HDFC LTD	0.53	
total equity	89.22	
total bank deposits/mutual funds	10.78	
total net assets	100.00	

asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.91

fund manger's report

The month of July saw the markets ending positive. The equity market saw steady FII inflows and risk appetite returning back. Looking at positive news flows in specific sectors, the holding in equities was kept at 89.22%.

target asset allocation

Equity Plus : 100%

benchmark construction

S&P CNX Nifty: 100%

Highest Nav Guarantee Fund

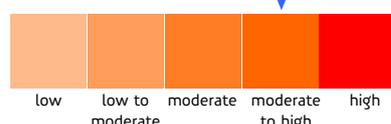
fund performance As on Jul 31, 2010

period	gross fund return	benchmark return	fund standard deviation	benchmark standard deviation	fund sharpe ratio	benchmark sharpe ratio
last 1 year	fund has not completed a period of one year since inception					
date of inception	february, 2010					

fund objective

Offer guarantee of maturity value, in an equity oriented fund, at the highest NAV achieved during the period of the guarantee. The risk appetite is 'moderate to high'

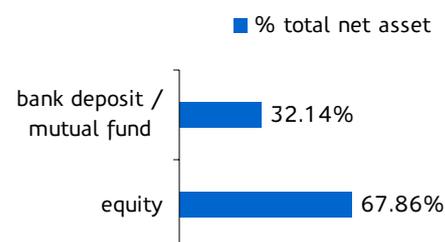
fund risk profile



portfolio As on Jul 31, 2010

security	% total net assets	1-yr beta
equity		
AUTOMOBILES 4.59		
MARUTI SUZUKI INDIA LTD.	0.88	0.81
HERO HONDA MOTORS LTD FV 2	0.91	0.78
TATA MOTORS LTD.	1.38	1.54
MAHINDRA & MAHINDRA LTD	1.42	1.26
BANKING & FINANCE 16.43		
STATE BANK OF INDIA	3.56	1.15
HOUSING DEVELOPMENT FINANCE CORPORATION	3.86	0.94
HDFC BANK	3.89	0.72
ICICI BANK LTD	5.12	1.50
CAP GOODS / ENGINEERING 6.99		
BHARAT HEAVY ELECTRICALS LIMITED	2.12	0.68
LARSEN & TOUBRO LIMITED FV 2	4.88	0.97
CEMENT & CEMENT PRODUCTS 0.44		
ACC LIMITED	0.44	0.75
CONSTRUCTION 0.71		
JAIPRAKASH ASSOCIATES LTD	0.71	1.70
FMCG 5.45		
HINDUSTAN UNILEVER LIMITED FV 1	1.36	0.48
ITC LTD FACE VALUE INR 1	4.09	0.71
IT 10.31		
WIPRO LTD.	1.02	0.80
TATA CONSULTANCY SERVICES LIMITED	2.48	0.75
INFOSYS TECHNOLOGIES LIMITED FV 5	6.80	0.74
METALS 5.54		
HINDALCO INDUSTRIES LTD FV INR 1	1.11	1.89
JINDAL STEEL AND POWER LIMITED	1.32	1.27
STERLITE INDUSTRIES INDIA LTD	1.37	1.70
TATA STEEL LIMITED	1.74	1.68
OIL REFINERIES 11.72		
OIL & NATURAL GAS CORPORATION LTD.	2.63	0.63
RELIANCE INDUSTRIES LIMITED	9.09	1.12
PHARMACEUTICALS 0.84		
CIPLA LIMITED FV 2	0.84	0.39
POWER 2.76		
TATA POWER FV 10	1.11	0.73
NTPC LIMITED	1.65	0.56
TELECOM 2.08		
BHARTI AIRTEL LTD	2.08	0.66
total equity	67.86	
total bank deposits/mutual funds	32.14	
total net assets	100.00	

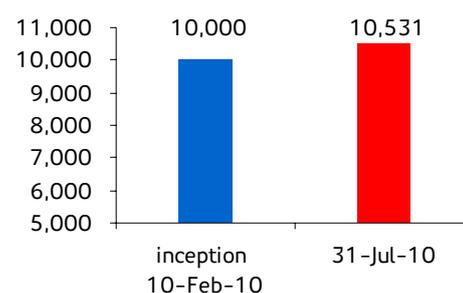
asset allocation as on Jul 31, 2010



fund characteristics as on Jul 31, 2010

Fund Beta 0.99

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



target asset allocation

Equity Plus : 100%

benchmark construction

S&P CNX Nifty: 100%

Product Details

Nav's as of 31 July, 2010

Product Name	Inception Date	NAV
Automatic Investment Plan- Corporate Bond	May 28, 2007	13.1041
Automatic Investment Plan- Energy	August 1, 2008	10.6017
Automatic Investment Plan- Equity	May 28, 2007	12.0281
Automatic Investment Plan- Option A	May 28, 2007	11.8057
Automatic Investment Plan- Option B	May 28, 2007	12.5437
Automatic Investment Plan- Option C	May 28, 2007	12.8556
Automatic Investment Plan- Gilt	May 28, 2007	11.7085
Automatic Investment Plan- Infrastructure	August 1, 2008	9.1395
Automatic Investment Plan- Midcap	August 1, 2008	11.8145
Automatic Investment Plan- Money Market	May 28, 2007	12.7086
Automatic Investment Plan- Pure Equity	August 1, 2008	11.8249
Golden Year Plan- Balanced	February 10, 2003	16.7147
Golden Year Plan- Capital Secure	February 10, 2003	14.2611
Golden Year Plan- Energy	August 1, 2008	10.6017
Golden Year Plan- Equity	March 12, 2007	13.9771
Golden Year Plan- Growth	March 12, 2007	14.8325
Golden Year Plan- Infrastructure	August 1, 2008	9.1395
Golden Year Plan- Midcap	August 1, 2008	11.8145
Golden Year Plan- Pure Equity	August 1, 2008	11.8249
Highest Nav Guarantee	February 15, 2010	10.5311
Imaan Plan - Indian Traditional	December 17, 2008	13.0866
Market Return Plan- Balanced	August 9, 2004	16.7109
Market Return Plan- Capital Secure	August 9, 2004	14.2054
Market Return Plan- Energy	August 1, 2008	10.6017
Market Return Plan- Equity	August 9, 2004	28.3346
Market Return Plan- Growth	August 9, 2004	18.6193
Market Return Plan- Infrastructure	August 1, 2008	9.1395
Market Return Plan- Midcap	August 1, 2008	11.8145
Market Return Plan- Pure Equity	August 1, 2008	11.8249
Money Guarantee Plan- Option D	March 1, 2007	13.2612
Money Guarantee Plan- Option E	March 1, 2007	13.3150
Money Guarantee Plan- Option F	March 1, 2007	13.4239
Money Guarantee Plan- Return Shield	April 9, 2007	13.0300
Pension Bond Option - GRPS I	December 12, 2008	12.1372
Pension Bond Option - New GRPS I	February 25, 2009	11.4225
Reliance New Balanced Fund	January 11, 2010	10.3340
Reliance Balanced- New Fund C	January 11, 2010	10.3340
Reliance Balanced- New Fund G	January 11, 2010	10.3340
Reliance New Corporate Bond	January 11, 2010	10.3620
Reliance New Energy	January 11, 2010	9.7493
Reliance New Equity	January 11, 2010	10.5111
Reliance New Gilt	January 11, 2010	10.3271
Reliance Growth- New Fund D	January 11, 2010	10.3232
Reliance Growth- New Fund H	January 11, 2010	10.3232
Reliance New Growth Fund	January 11, 2010	10.3232
Reliance Growth Plus- New Fund B	January 11, 2010	10.3958
Reliance Growth Plus- New Fund E	January 11, 2010	10.3958
Reliance Guaranteed Bond	December 12, 2008	12.1270
Reliance New Guaranteed Bond I	February 25, 2009	11.4101
Reliance New High Growth	January 11, 2010	10.5681
Reliance New Infrastructure	January 11, 2010	9.3205
Reliance New Midcap	January 11, 2010	10.0141
Reliance Money Market	January 11, 2010	10.3157
Reliance Premier Life- Corporate Bond	August 20, 2009	11.6741
Reliance Premier Life- Energy	August 20, 2009	15.8121
Reliance Premier Life- Equity	August 20, 2009	18.9518
Reliance Premier Life- Gilt	August 20, 2009	10.6210
Reliance Premier Life- Infrastructure	August 20, 2009	13.6077
Reliance Premier Life- Midcap	August 20, 2009	19.6867
Reliance Premier Life- Money Market	August 20, 2009	11.2930
Reliance Premier Life- Pure Equity	August 20, 2009	18.2306

Product Details

Nav's as of 31 July, 2010

Product Name	Inception Date	NAV
Reliance New Return Shield	January 11, 2010	10.2976
Reliance New Indian Traditional Fund	January 11, 2010	9.9895
Reliance New Pure Equity	January 11, 2010	9.9895
Reliance Super Golden Years Term 10 Plan - Midcap	December 4, 2008	11.8145
Reliance Super Golden Years Term 10 Plan - Money Market	December 4, 2008	11.3649
Reliance Super Growth- New Fund A	January 11, 2010	10.4097
Savings Linked Insurance- Energy	May 26, 2009	15.8121
Savings Linked Insurance- Equity	May 26, 2009	18.9518
Savings Linked Insurance- Gilt	May 26, 2009	10.6210
Savings Linked Insurance- Money Market	May 26, 2009	11.2930
Savings Linked Insurance- Infrastructure	May 26, 2009	13.6077
Savings Linked Insurance- Pure Equity	April 29, 2009	18.2306
Secure Child Plan- Energy	August 1, 2008	10.6017
Secure Child Plan- Equity	November 29, 2007	9.1847
Secure Child Plan- Option G	November 29, 2007	11.6818
Secure Child Plan- Option H	November 29, 2007	10.9221
Secure Child Plan- Infrastructure	August 1, 2008	9.1395
Secure Child Plan- Midcap	August 1, 2008	11.8145
Secure Child Plan- Pure Equity	August 1, 2008	11.8249
Secure Child Plan- Return Shield	December 27, 2007	12.2925
Super Automatic Investment Plan- Corporate Bond	December 4, 2008	13.1041
Super Automatic Investment Plan- Energy	December 4, 2008	10.6017
Super Automatic Investment Plan- Equity	December 4, 2008	12.0281
Super Automatic Investment Plan- Option A	December 4, 2008	11.8057
Super Automatic Investment Plan- Option B	August 4, 2008	12.5437
Super Automatic Investment Plan- Option C	December 4, 2008	12.8556
Super Automatic Investment Plan- Gilt	December 4, 2008	11.7085
Super Automatic Investment Plan- Infrastructure	December 4, 2008	9.1395
Super Automatic Investment Plan- Midcap	December 4, 2008	11.8145
Super Automatic Investment Plan- Money Market	December 4, 2008	12.7086
Super Automatic Investment Plan- Pure Equity	December 4, 2008	11.8249
Super Golden Year Plan- Balanced	December 4, 2008	16.7147
Super Golden Year Plan- Energy	December 4, 2008	10.6017
Super Golden Year Plan- Equity	December 4, 2008	12.0281
Super Golden Year Plan- Growth	December 4, 2008	14.8325
Super Golden Year Plan- Infrastructure	December 4, 2008	9.1395
Super Golden Year Plan- Pure Equity	December 4, 2008	11.8249
Super Market Return Plan- Balanced	December 4, 2008	16.7109
Super Market Return Plan- Energy	December 4, 2008	10.6017
Super Market Return Plan- Equity	December 4, 2008	12.0281
Super Market Return Plan- Growth	December 4, 2008	18.6193
Super Market Return Plan- Infrastructure	December 4, 2008	9.1395
Super Market Return Plan- Midcap	December 4, 2008	11.8145
Super Market Return Plan- Money Market	December 4, 2008	11.3649
Super Market Return Plan- Pure Equity	December 4, 2008	11.8249
SuperInvest Assure Plan- Corporate Bond	June 12, 2008	12.1096
SuperInvest Assure Plan- Energy	June 12, 2008	11.3161
SuperInvest Assure Plan- Equity	June 12, 2008	12.4168
SuperInvest Assure Plan- Gilt	June 12, 2008	11.1761
SuperInvest Assure Plan- Infrastructure	June 12, 2008	9.4271
SuperInvest Assure Plan- Midcap	June 12, 2008	11.4154
SuperInvest Assure Plan- Money Market	June 12, 2008	11.7547
SuperInvest Assure Plan- Pure Equity	June 12, 2008	13.0866
SuperInvest Assure Plan Plus- Corporate Bond	December 4, 2008	12.1096
SuperInvest Assure Plan Plus- Energy	December 10, 2008	11.3161
SuperInvest Assure Plan Plus- Equity	December 10, 2008	12.4168
SuperInvest Assure Plan Plus- Gilt	December 10, 2008	11.1761

Product Details

Nav's as of 31 July, 2010

Product Name	Inception Date	NAV
SuperInvest Assure Plan Plus- Infrastructure	December 10, 2008	9.4271
SuperInvest Assure Plan Plus- Midcap	December 10, 2008	11.4154
SuperInvest Assure Plan Plus- Money Market	December 10, 2008	11.7547
SuperInvest Assure Plan Plus- Pure Equity	December 10, 2008	13.0866
Total Investment Plan Series I- Corporate Bond	March 19, 2008	12.2039
Total Investment Plan Series I- Energy	March 19, 2008	10.7375
Total Investment Plan Series I- Equity	March 19, 2008	12.4085
Total Investment Plan Series I- Gilt	March 19, 2008	11.1243
Total Investment Plan Series I- Infrastructure	March 19, 2008	8.9875
Total Investment Plan Series I- Midcap	March 19, 2008	11.8961
Total Investment Plan Series I- Money Market	March 19, 2008	11.9580
Total Investment Plan Series I- Pure Equity	August 1, 2008	11.8249
Total Investment Plan Series II- Corporate Bond	March 19, 2008	12.1923
Total Investment Plan Series II- Energy	March 19, 2008	10.7383
Total Investment Plan Series II- Equity	March 19, 2008	12.4037
Total Investment Plan Series II- Gilt	March 19, 2008	11.1276
Total Investment Plan Series II- Infrastructure	March 19, 2008	8.9775
Total Investment Plan Series II- Midcap	March 19, 2008	11.9289
Total Investment Plan Series II- Money Market	March 19, 2008	11.9500
Total Investment Plan Series II- Pure Equity	August 1, 2008	11.8249
Wealth + Health Plan- Corporate Bond	February 27, 2008	12.2836
Wealth + Health Plan- Energy	August 1, 2008	10.6017
Wealth + Health Plan- Equity	February 27, 2008	9.9853
Wealth + Health Plan- Option A	February 27, 2008	10.0440
Wealth + Health Plan- Option B	February 27, 2008	11.0246
Wealth + Health Plan- Gilt	February 27, 2008	11.1734
Wealth + Health Plan- Infrastructure	August 1, 2008	9.1395
Wealth + Health Plan- Midcap	August 1, 2008	11.8145
Wealth + Health Plan- Money Market	February 27, 2008	12.0266
Wealth + Health Plan- Pure Equity	August 1, 2008	11.8249

- √ Macro Analysis
- √ Appreciation of Market Dynamics
- √ Meeting Investment Objective vis-à-vis Risk Appetite
- √ Asset Allocation Strategy
- √ Security Selection- Portfolio Constriction
- √ Benchmark
- √ Risk Management / Portfolio Evolution/ Diagnostics
- √ Governance and Process

Investment strategy and risk control

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

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

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

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

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

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

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

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

✓ Gross Fund Return

✓ Benchmark Return

✓ Fund Standard Deviation

✓ Fund Sharpe Ratio

Gross Fund Return

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

We shall highlight this with the help of an example.

Reliance Life Insurance

Balanced Fund

NAV based Return=11.50 %

Fund Management Fee=2%

Gross Fund Return=13.50%

XYZ Insurance Company

Balanced Fund

NAV based Return=10.50%

Fund Management Fee=3%

Gross Fund Return=13.50%.

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

Benchmark Return

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

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

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

Fund Standard Deviation

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

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

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

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

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

Fund Sharpe Ratio

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

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

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

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

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

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

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

Benchmark Sharpe Ratio

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

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

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

Modified Duration of Debt Portfolio

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

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

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

Fund Beta

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

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

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

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

✓ **Benchmark Sharpe Ratio**✓ **Modified Duration Of Debt Profile**✓ **Fund Beta**

Disclaimer

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