



Reliance Regular Savings Fund – Balanced Option An Open Ended Fund

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Positioning of the Fund

A hybrid equity oriented portfolio focusing on well managed, high quality large cap stocks as well as mid cap stocks.

It seeks the best of both worlds by investing in both equities & fixed income instruments

- ❑ Focuses on reducing volatility of returns by increasing / decreasing equity exposure based on the market outlook and using a core debt portfolio to do the rebalancing.
- ❑ It brings you the twin benefits of growth from equity markets by investing in large cap & mid cap stocks and steady income from debt markets.

Investment Philosophy

Equity Portfolio

- ❑ Aiming at consistent performance.
- ❑ Shall invest in well managed, high quality large cap stocks as well as mid cap stocks with attractive valuations and the potential to grow at in the long term.
- ❑ Enables diversification across sectors and industries with a flexibility to capitalize on strong India growth story.
- ❑ Both top-down and bottom up investing approaches to be followed.
- ❑ The astute selection and diversified exposure would assist the fund to aim to outperform its Benchmark in various types of market phases.
- ❑ The investment style is to focus on sector diversification, rather than taking aggressive bets on stock specific.
- ❑ Cash used as a hedging tool to guard the fund from volatility and downside returns.

Debt Portfolio

- ❑ Asset Allocation will comprise of high quality debt instruments with a short to medium term maturity profile keeping in mind the interest rate outlook.

Risk Profile

A Conservative Large & Mid Cap Oriented Fund

Dividend History

Date	Rate (Re/ Unit)	Cum Dividend NAV	*EX Dividend NAV
30-Mar-10	2.5	16.94	14.43
24-Jul-09	3	16.91	13.90
3- Mar-11	2	15.03	13.02

Past performance may or may not be sustained in the future; "Pursuant to the payment of Dividend, the NAV will fall to the extent of payout and statutory levy, if any "Dividend distribution is subject to availability & adequacy of distributable surplus. The Mutual Fund is not assuring that it will make periodical dividend distributions, though it has every intention of doing so. After the payment of dividend, the per unit NAV falls to the extent of the dividend payout and distribution taxes, if any. Performance of dividend plan/option would be net of applicable statutory levy, if any. * NAV on the 1st transaction day after Record Date, which includes the mark to market impact also. **Face Value of Rs.10**

Portfolio & Scheme Features As on 31st Dec, 2011

Asset Allocation as on 31 st Dec, 2011	
Equities	73.39%
Debt, Cash & Other Receivables	26.61%
Benchmark	Crisil Balanced Fund Index (Benchmark changed from CRISIL MIP Index w.e.f 21 st Feb, 2007)
Fund Manager	Omprakash Kuckian & Amit Tripathi
Quarterly AAUM as on 31 st Dec, 2011	Rs 666 Crs

Portfolio of Reliance Regular Savings Fund- Balanced Option			
as on 31/12/2011			
Holdings	Rating	Instrument	Weightage
Equities			
Infosys Ltd			4.56
HDFC Bank Ltd			4.22
Divis Laboratories Ltd			3.84
Trent Ltd			3.51
Cairn India Ltd			3.11
Bharat Heavy Electricals Ltd			2.95
Areva T & D India Ltd			2.69
Ranbaxy Laboratories Ltd			2.67
State Bank of India			2.67
HCL Technologies Ltd			2.56
Abbott India Ltd			2.50
Glenmark Pharmaceuticals Ltd			2.42
Bharat Petroleum Corporation Ltd			2.36
Cummins India Ltd			2.35
Hathway Cable And Datacom Ltd			2.18
Bharat Forge Ltd			2.08
Torrent Power Ltd			1.95
Dish TV India Ltd			1.94
Max India Ltd			1.93
Godrej Consumer Products Ltd			1.91
Tata Motors Ltd			1.82

Power Finance Corporation Ltd			1.82
Canara Bank			1.80
Bharti Airtel Ltd			1.70
Raymond Ltd			1.69
Sun Pharmaceutical Industries Ltd			1.64
Colgate-Palmolive (India) Ltd			1.63
Coal India Ltd			1.49
JBF Industries Ltd			1.13
Equity Less Than 1% of Corpus			4.27
Sub Total of Equities			73.39
Non Convertible Debentures.			
Cairn India Ltd	CARE AAA	NCD	5.58
Reliance Capital Ltd	CARE AAA	NCD	4.47
Citifinancial Consumer Finance India Ltd	CRISIL AA+	NCD	4.08
Housing Development Finance Corporation Ltd	CRISIL AAA	NCD	3.55
LIC Housing Finance Ltd	CRISIL AAA	NCD	2.61
SREI Equipment Finance Pvt Ltd	FITCH AA	NCD	0.81
National Housing Bank	CRISIL AAA	NCD	0.81
Sub Total of Non Convertible Debentures.			21.92
Government Bond			
Government Of India	SOV	GSEC	3.35
Sub Total of Government Bond			3.35
Zero Coupon Bond			
Kotak Mahindra Prime Ltd	CRISIL AA+	ZCB	0.85
Sub Total of Government Bond			0.85
Cash and Other Receivables			0.48
Grand Total			100.00

Investment Objective	The primary investment objective of this option is to generate consistent returns and appreciation of capital by investing in mix of securities comprising of equity, equity related instruments & fixed income instruments
Inception Date	09 th June 2005 Reliance Regular Savings Fund - Hybrid Option was launched on June 9, 2005 and subsequently Hybrid Option has been changed to Balanced Option w.e.f. January 13, 2007.
Minimum Investment	Rs.500/- and in multiples of Re.1 thereafter
Load Structure	Entry Load* : Not Applicable
	Exit Load: (w.e.f. from 24th Aug 2009)
	1% if redeemed or switched out on or before completion of 1 year from the date of allotment of units
	Nil if redeemed or switched out after completion of 1 year from the date of allotment of units
	*In terms of SEBI circular no. SEBI/IMD/CIR No.4/ 168230/09 dated June 30, 2009, no entry load will be charged by the Scheme to the investor effective August 1, 2009. Upfront commission shall be paid directly by the investor to the AMFI registered Distributors based on the investors' assessment of various factors including the service rendered by the distributor

(For more details refer the Scheme Information Document & Addendums issued thereto.)

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Statutory Details: Reliance Mutual Fund has been constituted as a trust in accordance with the provisions of the Indian Trusts Act, 1882. **Sponsor:** Reliance Capital Limited. **Trustee:** Reliance Capital Trustee Co. Limited. **Investment Manager:** Reliance Capital Asset Management Limited (Registered Office of Trustee & Investment Manager: 'H' Block, 1st Floor, Dhirubhai Ambani Knowledge City, Koparkhairne, Navi Mumbai - 400 710, Maharashtra). The Sponsor, the Trustee and the Investment Manager are incorporated under the Companies Act 1956. The Sponsor is not responsible or liable for any loss resulting from the operation of the Scheme beyond their initial contribution of Rs.1 lakh towards the setting up of the Mutual Fund and such other accretions and additions to the corpus.

Investment Objective: Reliance Regular Savings Fund (An open ended Scheme) Balanced Option : The primary investment objective of this Option is to generate consistent return and appreciation of capital by investing in mix of securities comprising of Equity, Equity related Instruments & Fixed income instruments.

Terms of issue: The NAV of the Scheme will be calculated and declared on every working day. The Scheme provides sale/ switch –in & repurchase /switch – out facility on all Business Days at NAV based prices

Mutual Funds and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Scheme will be achieved. As with any investment in securities, the NAV of the Units issued under the Scheme can go up or down depending on the factors and forces affecting the capital markets. Reliance Regular Savings Fund - Balanced Option is only the name of the Scheme and does not in any manner indicate either the quality of the respective Schemes or their future prospects or returns. Past performance of the Sponsor/AMC/Mutual Fund is not indicative of the future performance of the Scheme. The Mutual Fund is not guaranteeing or assuring any dividend. The Mutual Fund is also not assuring that it will make periodical dividend distributions, though it has every intention of doing so. All dividend distributions are subject to the availability of the distributable surplus in the Scheme. For details of scheme features apart from those mentioned above and scheme specific risk factors, please refer to the provisions of the Scheme Information Document. Scheme Information Document and KIM cum application form is available at all the DISCs/ Distributors of RMF/www.reliance mutual.com. **Please read the Scheme Information Document & Statement of Additional Information carefully before investing.**