



**Reliance Tax Saver (ELSS) Fund**  
**An Open Ended Equity Linked Savings Scheme**

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## Positioning of the Fund

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*Launched in September 2005, Reliance Tax Saver (ELSS) Fund is an open ended equity linked savings scheme which gives **dual advantage of tax savings and growth potential**. It is large cap oriented fund which aims to have a mix of minimum 50% exposure to top 100 companies by market capitalization and high quality mid cap companies.*

## Investment Philosophy

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The fund endeavor to

- Be actively managed, following both top down and bottom up approach based on macro framework.
- Have Large Cap Orientation
- Consolidate the portfolio with minimum 50% exposure to BSE 100/NSE/Nifty or top 100 companies by market capitalization.
- Invest the balance 0-50% outside BSE 100.
  - **Rationale for Non BSE 100 investment:**
    - To invest in unique stock ideas
    - Which predominantly have a growth bias
    - Strategy: To use aggressive sector weights
- To have flexible cash allocation with a maximum limit of 25% to counter abnormal market conditions.

## Key Benefits

### A. Growth Potential & Long-term Perspective

- Maximize the growth potential of your investment by investing in a scheme with an active investment strategy, which makes the most of the opportunities available in the equity markets.
- The experienced fund management team at Reliance Mutual Fund follows a disciplined approach to investment, focusing on minimizing risk by creating a well - diversified portfolio.
- Optimal asset allocation, Bottom up & Top down stock selection and systematic use of derivatives are some of the tools the team uses to effectively maximize the growth potential of your investments.
- ELSS allows you to take a minimum three years perspective for its investments enabling the Fund Manager to take a long-term call on the markets.

### B. Save Tax

- Investment in this scheme would enable you to avail the benefits under clause (xiii) of Sub-section (2) of Section 80C of the Income-tax Act, 1961 with a lock in period of 3 years.
- Investment made up to Rs. 1 lakh by the eligible investor being an Individual or a Hindu Undivided Family in the scheme will qualify for income tax deduction under above mentioned Section of the Act.
- Since it will be an income deduction, an investment of Rs. 1 lakh in this fund can shave off Rs. 30,900/- from an investor's tax payable liability (assuming an investor is in the highest tax bracket).\*

### Mutual Fund

- Dividends received will be absolutely TAX FREE in the hands of investors.
- The dividend distribution tax (payable by the AMC) for equity schemes is also NIL.
- Long Term Capital Gains tax is also Nil as redemption is allowed after 3 yrs lock in period.

\*\*As per the proposals of the Finance Bill, 2009, the surcharge would only be applicable in the case of corporate unit holders. There would be no levy of surcharge for other categories of investors. Therefore the tax saving would be Rs.30,900 (assuming an investor is in the highest tax bracket)\*\*

## Risk Profile

*An Aggressive Large Cap Mid Cap Oriented Fund*

## Dividend History

### Dividend History

Date	Rate (Re/ Unit)	Cum Dividend NAV	*EX Dividend NAV
11-Feb-11	1.50	14.92	13.86
28-Aug-09	1.50	15	12.05
21-Feb-07	1.00	10	13.52
05-Nov-07	1.00	10	16.08

**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 31<sup>st</sup> Dec, 2011

Asset Allocation as on 31 <sup>st</sup> Dec,2011	
Equities	99.35%
Preference Shares , Cash & Other Receivables	0.65%
<b>Benchmark</b>	BSE 100
<b>Fund Manager</b>	Ashwani Kumar
<b>Assistant Fund Manager (w.e.f. 1<sup>st</sup> September,2010)</b>	Viral Berawala
<b>Quarterly AAUM as on 31<sup>st</sup> Dec,2011</b>	Rs 1841 Crs

Portfolio of Reliance Tax Saver (ELSS) Fund as on 31/12/2011	
Holdings	Weightage %
Equity	
Eicher Motors Ltd	7.34
State Bank of India	5.20
Bharat Forge Ltd	4.26
Aventis Pharma Ltd	4.26
Maruti Suzuki India Ltd	3.96
Madras Cements Ltd	3.54
Wipro Ltd	3.32
Siemens Ltd	3.32
ICICI Bank Ltd	3.30

Glaxosmithkline Pharmaceuticals Ltd	3.21
Cummins India Ltd	3.18
Divis Laboratories Ltd	3.15
SML Isuzu Ltd	3.10
Federal Mogal Goetze Ltd	2.92
Bajaj Finance Ltd	2.90
Swaraj Engines Ltd	2.75
Areva T & D India Ltd	2.75
ABB Ltd	2.54
Bharat Petroleum Corporation Ltd	2.44
Info Edge India Ltd	2.36
Punjab National Bank	2.32
Hindustan Petroleum Corporation Ltd	2.26
Torrent Power Ltd	2.20
Axis Bank Ltd	2.16
Trent Ltd	2.07
SKF India Ltd	1.74
Engineers India Ltd	1.17
KSB Pumps Ltd	1.10
Indiabulls Financial Services Ltd	1.08
Indian Metal And Ferro Alloys Ltd	1.04
Equity Less Than 1% of Corpus	12.41
<b>Sub Total of Equities</b>	<b>99.35</b>
Preference Shares,Cash and Other Receivables	0.65
<b>Grand Total</b>	<b>100.00</b>

<b>Investment Objective</b>	The primary objective of the scheme is to generate long term capital appreciation from a portfolio that is invested predominantly in equity and equity related instruments
<b>Inception Date</b>	22 <sup>nd</sup> Sept 2005
<b>Minimum Investment</b>	Rs.500/- and in multiples of Re.500 thereafter
<b>Load Structure</b>	Entry Load* : Not Applicable
	Exit Load: (w.e.f from 24th Aug 2009)
	Nil The units are subject to a lock in of 3 years.  *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

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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 Tax Saver (ELSS) Fund (An Open Ended Equity Linked Savings Scheme): The primary objective of the scheme is to generate long-term capital appreciation from a portfolio that is invested predominantly in equity and equity related 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 (subject to lock in period of 3 years) on all Business Days at NAV based prices.

**Risk factors:** 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 Tax Saver (ELSS) Fund 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.**