



Press Release

Religare MF launches Credit Opportunities Fund

NFO Now Open; Closes: Aug 25, 2009

Mumbai, August 17, 2009: Religare MF today formally announced the launch of its new fund '**Religare Credit Opportunities Fund** (an open ended income scheme). The scheme seeks to generate high level of current income (vis-à-vis treasury bills) consistent with preservation of capital and maintenance of liquidity by investing primarily in investment-grade debt securities and money market instruments.

The fund aims to beat its benchmark by investing in instruments that offer superior yield and will invest in short – term corporate bonds across the credit spectrum. The key focus would be to enhance the portfolio returns by identifying optimum credit opportunities in the market i.e. by investing in instruments that offer superior yield at acceptable levels of risk.

Speaking on the occasion, **Saurabh Nanavati, Chief Executive Officer, Religare Mutual Fund said**, "Credit markets have stabilized, liquidity is plentiful and with the gradual economic recovery the prospective rewards for taking credit risk across fixed income markets are attractive. The fund aims to generate alpha (excess returns) for its investors, through strategies, which involve taking active positions across the credit curve. This differentiates it from other schemes currently available in the Indian markets, which are predominantly focused only on investing across the yield curve spectrum, and therefore, provides an ideal diversification tool to investors."

The fund offers Retail and Institutional plans. The minimum application amount is Rs.5000/- and in multiples of Re.1 under the retail plan and Rs. 1 crore and in multiples of Re.1 under the institutional plan. Units will be issued at Rs.10/-. No entry load will be charged on investments; however, an exit load of 0.25% will be applicable on investments redeemed on or before 1 month from the date of allotment. The fund is benchmarked to CRISIL Short term Bond Index. The new fund offer closes on Aug 25, 2009.

About Religare Asset Management

With average assets under management of over **INR 122 bn** (for July 2009), expertise that extends across equity and fixed income investments, Religare Asset Management offers you a broad range of funds designed to suit your investment needs with an aim to provide best-in-class investment products across asset classes, regions and risk spectrum with high standards of customer service.

Religare Asset Management is promoted by Religare Securities Ltd. - a wholly owned subsidiary of Religare Enterprises Ltd., which is one of India's leading integrated financial services group offering services ranging from equities, commodities and insurance broking to wealth management, investment banking, portfolio management and personal financial services.

For more information, log on to www.religaremf.com

About Religare Enterprises Limited

A diversified financial services group with a pan-India presence and presence in multiple international locations, Religare Enterprises Limited ("REL") offers a comprehensive suite of customer-focused financial products and services

targeted at retail investors, high net worth individuals and corporate and institutional clients.

REL, along with its joint venture partners, offers a range of products and services in India, including asset management, life insurance, wealth management, equity and commodity broking, investment banking, lending services, private equity and venture capital. Religare has also ventured into the alternative investments sphere through its holistic arts initiative and film fund.

With a view to expand and diversify, REL operates in the life insurance space under 'Aegon Religare Life Insurance Company Limited' and has launched India's first wealth management joint venture under the brand name 'Religare Macquarie Private Wealth'.

REL, through its subsidiaries, has launched India's first holistic arts initiative – with a gallery -- as well as the first SEBI approved film fund, which is an initiative towards innovation and spotting new opportunities for creation and maximization of wealth for investors.

REL operates from seven domestic regional offices, 43 sub-regional offices, and has a presence in 498 cities and towns controlling 1,837 business locations all over India as on June 2009.

To make a mark in the global arena, REL acquired UK-based Hichens, Harrison & Co. in 2008 which was subsequently re-named as Religare Hichens Harrison PLC ("RHH"). Hichens, Harrison & Co. was incorporated in London in the year 1803 and is believed to be one of the oldest firms of stockbrokers in the City of London.

Pursuant to expansion of REL's business, the company has grown from largely an equity trading company into a diversified financial services company. With the

addition of RHH the REL group now operates out of multiple global locations, other than India, (the UK, the USA, Brazil, South Africa, Dubai and Singapore).

For more information, please visit - www.religare.in

For further information, please contact:

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Risk Factors: All mutual funds and securities investments are subject to market risks and there can be no assurance that the objective of Scheme will be achieved. Investment in Mutual Fund units involve investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of capital. As with any investment in securities, the NAV of the units issued under Scheme may go up or down depending upon the factors and forces affecting the securities markets. Risks associated with investing in debt securities among others involve interest rate risk, credit risk, liquidity or marketability risk, re-investment risk etc. Past performance of the Sponsor and its affiliates / AMC / Mutual Fund and its scheme(s) do not indicate the future performance of the Scheme of the Mutual Fund. There is no assurance or guarantee to unit holders as to the rate of dividend distribution nor that dividend will be paid regularly. Investors in the Scheme are not being offered any guaranteed / assured returns. **Religare Credit Opportunities Fund**, an open ended income scheme (*Investment Objective:* To generate high level of current income (vis-à-vis treasury bills) consistent with preservation of capital and maintenance of liquidity by investing primarily in investment-grade debt securities and money market instruments.) is only the name of the Scheme and does not in any manner indicates either the quality of the Scheme or its future prospects and returns. **Asset Allocation Pattern:** Debt Securities* and Money Market Instruments with average maturity of less than 1 year: 65%-100%. Debt Securities with average maturity more than 1 year: 0%-35%. *Investment in securitized debt including pass through certificate (PTC) shall not exceed 70% of the net assets of the Scheme. The Scheme will not invest in foreign securitized debt. Note: The Scheme will invest only in debt instruments which are issued by a corporate whose debt programme is rated as 'investment grade' by a credit rating agency. **Entry Load:** Nil. In terms of SEBI Circular No. SEBI/IMD/CIR No. 4/168230/09 dated June 30, 2009, no entry load will be charged on purchase / additional purchase / switch-in. The upfront commission, if any, on investment made by the investor shall be paid by the investor directly to the Distributor, based on his assessment of various factors including the service rendered by the Distributor. **Exit Load:** In respect of each purchase/switch-in of units: 0.25% (if units are redeemed/ switched-out on or before 1 month from the date of allotment) and Nil (if units are redeemed / switched-out after 1 month from the date of allotment). No Entry/ Exit load shall be levied on Bonus units, units allotted on reinvestment of Dividend and investments by Fund of Fund Schemes. **Please read the Scheme Information Document (SID) and Statement of Additional Information (SAI) before investing.** SID and SAI, Key Information Memorandum cum Application Form are available at the ISC/Distributors. **Terms of Issue:** Issue of units at Rs.10/- per unit during the New Fund Offer and at the NAV based prices on all the Business Days on ongoing basis. The Scheme offers repurchase/redemption facility on all the Business Days. **Statutory Details:** Religare Mutual Fund has been set up as a trust sponsored by Religare Securities Ltd. (liability restricted to Rs. 1,50,000) with Religare Trustee Company Pvt. Ltd. as the Trustee (Trustee under the Indian Trusts Act, 1882) and with Religare Asset Management Company Ltd. as the Investment Manager.