

STATEMENT OF ADDITIONAL INFORMATION (SAI)

Sponsors

Religare Securities Ltd.
D3, P3 B, District Centre,
Saket, New Delhi - 110 017.

Asset Management Company

Religare Asset Management
Company Ltd.
Registered Office:
3rd Floor, GYS Infinity
Paranjpe 'B' Scheme
Subhash Road, Vile Parle (East)
Mumbai - 400 057

Trustee Company

Religare Trustee Company Ltd.
Registered Office:
3rd Floor, GYS Infinity
Paranjpe 'B' Scheme
Subhash Road, Vile Parle (East)
Mumbai - 400 057

Mutual Fund

Religare Mutual Fund
3rd Floor, GYS Infinity
Paranjpe 'B' Scheme
Subhash Road, Vile Parle (East)
Mumbai - 400 057

Website:

www.religaremf.com

This Statement of Additional Information (SAI) contains details of Religare Mutual Fund, its constitution, and certain tax, legal and general information. It is incorporated by reference (is legally a part of the Scheme Information Document).

This SAI is dated June 28, 2010.

Table of Contents

SR. NO.	PARTICULARS	PAGE. NO.
I.	DEFINITION.....	1
II.	INFORMATION ABOUT SPONSOR, AMC AND TRUSTEE COMPANIES.....	3
	A. Constitution of the Mutual Fund.....	3
	B. Sponsor.....	3
	C. The Trustee.....	3
	➤ Details of Trustee Directors.....	3
	➤ Rights, Obligations, Responsibilities and Duties of the Trustee.....	4
	➤ Supervisory Role of Trustees.....	5
	➤ Remuneration of Trustees.....	6
	D. Asset Management Company.....	6
	➤ Details of AMC Directors.....	6
	➤ Duties and obligation of the Asset Management Company.....	7
	➤ Key Personnel of Asset Management Company.....	8
	➤ Investment Decisions.....	13
	E. Service providers.....	13
	➤ Custodian.....	13
	➤ Registrar & Transfer Agent.....	13
	➤ Statutory Auditor for the Mutual Fund.....	13
	➤ Fund Accountant.....	13
	➤ Collecting Bankers.....	13
	F. Condensed Financials.....	14
III.	HOW TO APPLY?.....	18
	➤ Mode of Payment.....	18
	➤ Bank Details.....	20
	➤ Permanent Account Number.....	21
	➤ Exemption for Micro SIPs from the requirement of PAN.....	21
	➤ Joint Holders.....	22
	➤ Know Your Customer (KYC) Requirements.....	22
IV.	RIGHTS OF UNITHOLDERS.....	22
V.	INVESTMENT VALUATION NORMS.....	22
VI.	TAX & LEGAL & GENERAL INFORMATION.....	27
	A. Taxation on investing in Mutual Funds.....	27
	B. Legal Information.....	29
	➤ Nomination Facility.....	29
	➤ Unclaimed redemption and dividend amounts.....	29
	➤ Prevention of Money Laundering.....	30
	➤ Know Your Customer (KYC) Requirements.....	30
	➤ Listing, Transfer and Transmission of Units.....	31
	➤ Suspension of Subscription and Redemption of Units.....	31
	➤ Duration of the Scheme.....	32
	➤ Winding Up.....	32
	C. General Information.....	32
	➤ Underwriting by the Mutual Fund.....	32
	➤ Securities Lending and Borrowing.....	32
	➤ Borrowing by the Mutual Fund.....	33
	➤ Inter-Scheme Transfer of Investments.....	33
	➤ Issue of Bonus Units.....	33
	➤ Purchase and Redemption of Units through Stock Exchange Infrastructure.....	33
	➤ Pledge of Units.....	34
	➤ Closure of Unitholder's account.....	35
	➤ Fractional Units.....	35
	➤ Consolidation of folios.....	35
	➤ Units with Depository.....	35
	➤ Investors' Personal Information.....	35
	➤ Use of Intermediaries.....	35
	➤ Website.....	35
	➤ Associate Transactions.....	36
	➤ Policy on Investments outside India by the Scheme.....	37
	➤ Power to make Rules.....	38
	➤ Power to remove Difficulties.....	38
	➤ Scheme to be binding on the Unitholders.....	38
	➤ Documents Available for Inspection.....	38
	➤ Investor Grievances Redressal Mechanism.....	38
	➤ Investor Complaints for the last three fiscal years.....	38

I. DEFINITIONS

In this Statement of Additional Information, the following words and expressions shall have the meaning specified herein, unless the context otherwise requires:

“AMC” or “Religare AMC” “Asset Management Company” or “Investment Manager”	Religare Asset Management Company Limited (previously known as Lotus India Asset Management Company Private Limited), a Company incorporated under the Companies Act, 1956 and approved by SEBI to act as the Asset Management Company for the Scheme(s) of Religare Mutual Fund.
“Applicable NAV”	The NAV applicable for Subscription or Redemption or Switching based on the Business Day and relevant cut-off times on which the application is accepted at Official Point of Acceptance of Transaction.
“Applications Supported by Blocked Amount” or “ASBA”	An application containing an authorization given by the Investor to block the application money in his specified bank account towards the subscription of Units offered during the NFO of the Scheme. If an investor is applying through ASBA facility, the application money towards the subscription of Units shall be debited from his specified bank account only if his/her application is selected for allotment of Units.
“Business Day”	A day other than: a) A Saturday or Sunday; b) A day on which both the Bombay Stock Exchange Ltd. and the National Stock Exchange of India Limited are closed, whether or not the banks in Mumbai are open; c) A day on which Purchase and Redemption of Units is suspended or a book closure period is announced by the Trustee/AMC; d) A day on which normal business cannot be transacted due to storms, floods, bandhs, strikes or such other events as the AMC may specify from time to time; e) A day on which banks in Mumbai or Reserve Bank of India (RBI) is closed; f) A day on which there is no RBI clearing or settlement of securities. In case the Scheme is classified as Liquid Fund, a day on which the money markets are closed for business/not accessible shall not be treated as Business Day for the Scheme. Provided that the days when the banks in any location where the AMC’s Investor Service Centres are located, are closed due to a local holiday, such days will be treated as non Business Days at such centres for the purposes of accepting fresh subscriptions. However, if the Investor Service Centre in such locations is open on such local holidays, then redemption and switch requests will be accepted at those centres, provided it is a Business Day for the Scheme on an overall basis. The AMC reserves the right to declare any day as a Business Day or otherwise at any or all Investor Service Centres.
“Business Hours”	Presently 9.30 a.m. to 5.30 p.m. on any Business Day or such other time as may be applicable from time to time.
“Controlling Branches (CBs) of the SCSBs”	Controlling Branches (CBs) of the SCSBs are the branches of the SCSBs acting as coordinating branch for the Registrar and Transfer Agent of Religare Mutual Fund, Religare AMC and the Stock Exchange(s) for the ASBA facility offered during the NFO period.
“Custodian”	A person who has been granted a certificate of registration to carry on the business of custodian of securities under the Securities and Exchange Board of India (Custodian of Securities) Regulations, 1996, which for the time being is Deutsche Bank AG, Mumbai.
“Cut-off time”	Cut off timing in relation to Subscription and Redemption of units means the outer limits of timings on a particular Business Day, which are relevant for determination of the Applicable NAV that is to be applied for the transaction.
“Derivative”	Derivative includes (i) a security derived from a debt instrument, share, loan whether secured or unsecured, risk instrument or contract for differences or any other form of security; (ii) a contract which derives its value from the prices or index of prices of underlying securities.
“Distributor”	Such persons/firms/companies/corporates who fulfill the criteria laid down by SEBI/AMFI from time to time and empanelled by the AMC to distribute/sell/market the Schemes of the Fund.
“Dividend”	Income distributed by the Mutual Fund on the Units.
“Entry Load” or “Sales Load”	Load on Sale/Switch-in of Units.
“Equity Related Instruments”	Includes convertible bonds and debentures, convertible preference shares, equity warrants, equity derivatives, FCCB, equity mutual fund units and any other like instrument.
“Exit Load” or “Redemption Load”	Load on Redemption/Switch-out of Units.
“Foreign Institutional Investors” or “FIIs”	Foreign Institutional Investor means an institution established or incorporated outside India and registered with SEBI under the Securities and Exchange Board of India (Foreign Institutional Investors) Regulations, 1995, as amended from time to time.
“Fund” or “Mutual Fund” or “Religare MF”	Religare Mutual Fund (previously known as Lotus India Mutual Fund), a trust set up under the provisions of the Indian Trusts Act, 1882 and registered with SEBI vide Registration No. MF/052/06/01 dated July 24, 2006.
“Gilts” or “Government Securities”	Securities created and issued by the Central Government and/or a State Government (including Treasury Bills) or Government Securities as defined in the Public Debt Act, 1944, as amended or re-enacted from time to time.
“Investment Management Agreement”	The agreement dated April 27, 2006 entered into between Religare Trustee Company Limited and Religare Asset Management Company Limited, as amended from time to time.

“Investor Service Centres” or “ISCs”	Designated offices of Religare Asset Management Company Limited or such other centres/offices as may be designated by the AMC from time to time.
“Load”	In the case of Redemption/switch out of a Unit, the sum of money deducted from the Applicable NAV and in the case of Subscription/switch in of a Unit, a sum of money to be paid by the prospective investor on the Subscription/switch in of a Unit in addition to the Applicable NAV.
“Money Market Instruments”	Includes commercial papers, commercial bills, treasury bills, and Government securities having an unexpired maturity upto one year, call or notice money, certificate of deposit, usance bills and any other like instruments as specified by the Reserve Bank of India from time to time.
“Net Asset Value” or “NAV”	Net Asset Value per Unit of the Scheme (including plans / options thereunder), calculated in a manner described in the Scheme Information Document of respective Scheme or as may be prescribed by SEBI Regulations from time to time.
“Non - Resident Indian”/ “NRI”	A person resident outside India who is a citizen of India or is a person of Indian origin as per the meaning assigned to the term under the Foreign Exchange Management (Investment in Firm or Proprietary Concern in India) Regulations, 2000.
“Official Points of Acceptance”	Places, as specified by AMC from time to time where application for Subscription/Redemption/Switch will be accepted on an ongoing basis.
“Person of Indian Origin”	A citizen of any country other than Bangladesh or Pakistan, if (a) he at any time held an Indian passport; or (b) he or either of his parents or any of his grand parents was a citizen of India by virtue of Constitution of India or the Citizenship Act, 1955 (57 of 1955); or (c) the person is a spouse of an Indian citizen or person referred to in sub-clause (a) or (b).
“Rating”	Rating means an opinion regarding securities, expressed in the form of standard symbols or in any other standardised manner, assigned by a credit rating agency and used by the issuer of such securities, to comply with any requirement of the SEBI (Credit Rating Agencies) Regulations, 1999.
“RBI”	Reserve Bank of India established under the Reserve Bank of India Act, 1934.
“Registrar and Transfer Agent”	Karvy Computershare Private Limited, currently acting as registrar to the schemes of the Fund, or any other registrar appointed by the AMC from time to time.
“Regulatory Agency / Authority”	GOI, SEBI, RBI or any other authority or agency entitled to issue or give any directions, instructions or guidelines to the Mutual Fund.
“Repo” or “Reverse Repo”	Sale/Purchase of Government Securities with simultaneous agreement to repurchase/resell them at a later date.
“Repurchase” or “Redemption”	Redemption of Units of the scheme as permitted.
“Sale” or “Subscription”	Sale or allotment of Units to the Unitholder upon Subscription by the investor/applicant under the scheme(s) of Religare Mutual Fund.
“Scheme”	Schemes of Religare Mutual Fund (including, as the context permits, the Options/ Plans there under).
“Scheme Information Document” or “SID”	The document issued by Religare Mutual Fund setting forth concisely the information about offering of Units by Scheme(s)/ Plan(s) for Subscription that a prospective investor ought to know before investing.
“Self Certified Syndicate Bank” or “SCSB”	Self Certified Syndicate Bank/ SCSB means a bank registered with SEBI to offer the facility of applying through the ASBA process. ASBAs can be accepted only by SCSBs, whose names appear in the list of SCSBs as displayed by SEBI on its website at www.sebi.gov.in .
“Statement of Additional Information” or “SAI”	This document issued by Religare Mutual Fund, containing details of Religare Mutual Fund, its constitution, and certain tax, legal and general information. SAI is legally a part of the SID.
“SEBI”	Securities and Exchange Board of India, established under the Securities and Exchange Board of India Act, 1992.
“SEBI (MF) Regulations” or “the Regulations”	Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, as amended from time to time.
“Sponsor” or “Settlor”	Religare Securities Limited
“Switch”	Redemption of a unit in any scheme (including the plans/options therein) of the Mutual Fund against purchase of a unit in another scheme (including the plans/options therein) of the Mutual Fund, subject to completion of lock-in period, if any, of the units of the scheme(s) from where the units are being switched.
“Trustee”	Religare Trustee Company Limited (earlier known as Lotus India Trustee Company Private Limited), a Company incorporated under the Companies Act, 1956 and approved by SEBI to act as the Trustee for the Scheme(s) of Religare Mutual Fund.
“Trust Deed”	The Deed of Trust executed on April 27, 2006 thereby establishing an irrevocable trust called Lotus India Mutual Fund subsequently renamed as Religare Mutual Fund vide Deed of variation dated January 16, 2009 and as amended from time to time.
“Unit”	The interest of the Unitholder which consists of each Unit representing one undivided share in the assets of the Scheme of Religare Mutual Fund.
“Unitholder” or “Investor”	A person holding Unit(s) in any of the Scheme(s) of the Religare Mutual Fund.

INTERPRETATION

For all purposes of this SAI, except as otherwise expressly provided or unless the context otherwise requires:

- all references to the masculine shall include the feminine and all references to the singular shall include the plural and vice-versa.
- all references to “dollars” or “\$” refer to United States Dollars and “Rs.” refer to Indian Rupees. A “crore” means “ten million” and a “lakh” means a “hundred thousand”.
- References to times of day (i.e. a.m. or p.m.) are to Mumbai (India) times and references to a day are to a calendar day including non-Business Day.

II. INFORMATION ABOUT SPONSOR, AMC AND TRUSTEE COMPANIES

A. CONSTITUTION OF THE MUTUAL FUND

Religare Mutual Fund (earlier known as Lotus India Mutual Fund) ("the Mutual Fund") has been constituted as a Trust in accordance with the provisions of the Indian Trusts Act, 1882 (2 of 1882). Deed of Trust constituting the Mutual Fund has been executed on April 27, 2006 and registered under the Indian Registration Act, 1908. The Mutual Fund is registered with SEBI vide Registration No. MF/052/06/01 dated July 24, 2006.

Alexandra Fund Management Pte. Ltd. (the erstwhile sponsor of the Mutual Fund) and other shareholders of the AMC and the Trustee Company transferred their entire shareholding in the AMC and Trustee Company to Religare Securities Ltd. on December 4, 2008. Consequently, Alexandra Fund Management Pte. Ltd. ceased to be the sponsor of the Mutual Fund and Religare Securities Ltd. became the new sponsor. Deed of Variation to Deed of Trust constituting the Fund has been executed on January 16, 2009 to reflect Religare Securities Ltd. as the new Sponsor/ Settlor of the Mutual Fund. Religare Securities Ltd. has contributed Rs. 50,000/- to the corpus of the Mutual Fund in addition to Rs. 1,00,000/- contributed by erstwhile sponsor of the Mutual Fund.

The Office of the Mutual Fund is situated at 3rd Floor, GYS Infinity, Paranjpe 'B' Scheme, Subhash Road, Vile Parle (East), Mumbai - 400 057.

B. SPONSOR

Religare Mutual Fund is sponsored by Religare Securities Limited. The Sponsor is the Settlor of the Mutual Fund Trust. The Sponsor has entrusted a sum of Rs. 150,000/- to the Trustee as the contribution towards the corpus of the Mutual Fund.

RELIGARE SECURITIES LIMITED

Religare Securities Limited ("RSL") is a wholly owned subsidiary of Religare Enterprises Limited ("Religare"). Religare is a global financial services group with a presence across Asia, Africa, Middle East, Europe and the Americas. In India, Religare's largest market, the group offers a wide array of products and services ranging from insurance, asset management, broking and lending solutions to investment banking and wealth management. The group has also pioneered the concept of investments in alternative asset classes such as arts and films. With over 10,000 employees across multiple geographies, Religare serves

over a million clients, including corporates and institutions, high net worth families and individuals, and retail investors. Religare, through its subsidiaries, offers a diverse bouquet of services ranging from equities, commodities and insurance broking to wealth management, personal financial services, investment banking and institutional broking services. Religare's retail network spreads across the length and breadth of the country with its presence in more than 2040 locations across more than 546 cities and towns.

RSL is a leading equity and securities firm in India. The company currently handles sizeable volumes traded on NSE and in the realm of online trading and investments it currently holds a reasonable share of the market. The major activities and offerings of RSL today are Equity Broking, Depository Participant Services, Institutional Brokerage & Research. RSL is a member of the National Stock Exchange of India and Bombay Stock Exchange of India, a Depository Participant with National Securities Depository Limited and Central Depository Services (India) Limited.

Financial Performance (audited) of Religare Securities Limited (past three years):

(Rs. in crores)

Particulars	2009-2010	2008-2009	2007-2008
Net Worth	425.28	352.86	171.77
Total Income	603.00	495.73	590.55
Profit after tax	74.15	(18.92)	76.72
Assets Under Management*	N.A.#	138.78	226.15

* for PMS as on March 31 of every year.

#Certificate of Registration as a Portfolio Manager held by Religare Securities Ltd. was endorsed in the name of Religare AMC with effect from December 21, 2009.

For more information, log on to www.religaresecurities.com and www.religare.in

C. THE TRUSTEE

Religare Trustee Company Limited (earlier known as Lotus India Trustee Company Private Limited) (the "Trustee"), through its Board of Directors, shall discharge its obligations as trustee of Religare Mutual Fund. The Trustee ensures that the transactions entered into by the AMC are in accordance with the SEBI Regulations and will also review the activities carried on by the AMC.

DETAILS OF TRUSTEE DIRECTORS:

Name	Age/Qualification	Brief Experience
Mr. Sunil Godhwani (Associate Director)	49 years Graduate in Chemical Engineering & Masters Degree in Industrial Engineering & Finance from Polytechnic Institute, New York	Mr. Godhwani has over 21 years of diverse experience in business. Presently, he is the Chairman and Managing Director of Religare Enterprises Limited (REL), managing the affairs of the Company, business development and providing guidance to the top management. Under his leadership, REL has achieved a tremendous growth in a very short span of time. He is also a Chairman and Managing Director of Religare Securities Limited. He is also a director on the Board of various companies.
Mr. Raj Narain Bhardwaj (Independent Director)	65 years M.A. (Eco.), Dip. In Pers. Mgmt. & Industrial Relations	Mr. Bhardwaj has more than 35 years of experience. He held various important positions in Life Insurance Corporation of India (LIC). At LIC, Mr. Bhardwaj was Executive Director (May 2002 - Nov. 2002), Managing Director (Dec. 2002 - Nov. 2004) and Chairman (Dec. 2004 - May 2005). He was also the Member of Securities Appellate Tribunal from June 2005 till May 7, 2007. He is also director on the board of various companies.
Lt. Gen (Retd.) S.S. Mehta (Independent Director)	66 years M.Sc. (Defense Studies)	Gen. Mehta has more than 40 years of experience. He held many important positions in Army viz. Deputy Chief of Army Staff (1998-2001), Army Commander - Training Command (2001-2002), Army Commander - Western Command (2002-2004). As Deputy Chief of Army Staff, he was responsible for financial planning, perspective planning, systems, weapons & equipments. After retiring from Army, he was associated with Confederation of Indian Industry as a Principal Advisor (2004 - 2006) and as Director General (2006 - May 11, 2008).

Name	Age/Qualification	Brief Experience
		<p>He is associated with numerous human resource development organizations. He is trustee with Tribune Group of Newspapers.</p> <p>He is Director on the board of various companies and is associated with charitable institutions.</p>
<p>Mr. R. V. Shastri (Independent Director)</p>	<p>65 years M.A. (Eco.), C.A.I.I.B.</p>	<p>Mr. Shastri has more than 36 years of experience in banking sector. He held various important positions in Public Sector Banks. He was Chairman and Managing Director of Canara Bank (May 1, 2001 - Oct. 31, 2004). He was also Chairman and Managing Director of Indian Overseas Bank (Dec. 1, 1999 - Apr. 30, 2001) and its Executive Director (Aug. 8, 1996 - Nov. 30, 1999). After retiring from Canara Bank, he was the Trustee, Stressed Asset Stabilization Fund IDBI, Mumbai, for 3 years up to October 2007. He is director on the board of various companies/organizations.</p>

Out of 4 directors on the Board of Trustee Company, 3 directors are independent.

RIGHTS, OBLIGATIONS, DUTIES AND RESPONSIBILITIES OF THE TRUSTEE UNDER THE TRUST DEED AND THE SEBI REGULATIONS:

Pursuant to the Trust Deed dated April 27, 2006, constituting the Mutual Fund and in terms of the SEBI Regulations, the rights, obligations, duties and responsibilities of the Trustee are as under:

- The Trustee and the AMC have, with the prior approval of SEBI, entered into an Investment Management Agreement.
- The Investment Management Agreement contains clauses as are mentioned in the Fourth Schedule of the SEBI Regulations and such other clauses as are necessary for the purpose of entrusting investment management of the Mutual Fund.
- The Trustee shall have a right to obtain from the AMC such information as is considered necessary by it.
- It shall be the responsibility of the Trustee in carrying out its responsibilities as Trustee of the Mutual Fund to maintain arms length relationship with other companies or institutions or financial intermediaries or any body corporate with which any Director may be associated.
- It shall be the duty of each Director to furnish to the Trustee, the particulars of any interest which he may have in any other company or institution or financial intermediaries or any corporate body by virtue of his position as director, partner or with which he may be associated in any other capacity.
- A Trustee Director shall not participate in the meetings of the Trustee where any decision for any investments in which he may be interested.
- It shall be the duty of the Trustee to provide or cause to provide information to the Unitholders and SEBI as may be required by SEBI from time to time.
- The Trustee shall ensure before the launch of any Scheme that the AMC has:-
 - systems in place for its back office, dealing room and accounting;
 - appointed all key personnel including fund manager(s) for the Scheme and submitted their bio-data which shall contain educational qualifications, past experience in the securities market, with the Trustee, within 15 days of their appointment;
 - appointed auditors to audit its accounts;
 - appointed a compliance officer to comply with regulatory requirements and to redress investors' grievances;
 - appointed registrars and laid down parameters for their supervisions;
 - prepared a compliance manual and designed internal control mechanisms including internal audit systems;
 - specified norms for empanelment of brokers and marketing agents; and
 - obtained, wherever required under these regulations, prior in - principle approval from the recognised Stock Exchange(s) where the units are proposed to be listed.
- The Trustee shall ensure that:
 - the AMC has been diligent in empanelling the brokers, in monitoring securities transactions with brokers and avoiding undue concentration of business with any broker;
 - the AMC has not given any undue or unfair advantage to any associates or dealt with any of the associates of the AMC in any manner detrimental to interest of the Unitholders;
 - transactions entered into by the AMC are in accordance with SEBI Regulations and the Scheme;
 - the AMC has been managing the Scheme independently of other activities and taken adequate steps to ensure that the interest of the Unitholders of a Scheme is not being compromised with those of any other Scheme or of other activities of the AMC; and
 - all the activities of the AMC are in accordance with the provisions of SEBI Regulations.
- Where Trustees have reason to believe that the conduct of business of the Mutual Fund is not in accordance with the SEBI Regulations and/ or the Scheme, they shall forthwith take such remedial steps as are necessary and shall immediately inform SEBI of the violation and the action taken by them.
- Each Director of the Trustee shall file with the Mutual Fund details of his transactions of dealings in securities of such value on a periodical basis as may be specified under the SEBI Regulations from time to time.
- The Trustee shall be accountable for, and be the custodian of the funds and property of the Scheme and shall hold the same in trust for the benefit of the Unitholders in accordance with SEBI Regulations and the provisions of the Trust Deed.
- The Trustee shall take steps to ensure that the transactions of the Mutual Fund are in accordance with the provisions of the Trust Deed.
- The Trustee shall be responsible for the calculation of any income due to be paid to the Mutual Fund and also of any income received in the Mutual Fund for the holders of the Units of the Scheme in accordance with the SEBI Regulations and the Trust Deed.
- The Trustee shall obtain the consent of the Unitholders:
 - whenever required to do so by SEBI in the interest of the Unitholders; or
 - whenever required to do so on the requisition made by three-fourths of the Unitholders of any Scheme or such number of Unitholders as may be prescribed by SEBI from time to time; or
 - when the majority of the Directors of the Trustee Company decide to wind up or prematurely redeem Units of any Scheme.
- The Trustee shall ensure that no change in the fundamental attributes of any Scheme or the trust or fees and expenses payable or any other change which would modify the Scheme or affect the interest of the Unitholders shall be carried out unless:
 - a written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper

published in the language of the region where the Head Office of the Mutual Fund is situated; and

- the Unitholders are given an option to exit at the prevailing Net Asset Value without any Exit Load.
- The Trustee shall call for the details of transactions in securities by the key personnel of the AMC in their own personal names or on behalf of the AMC and shall report to SEBI, as and when required.
- The Trustee shall quarterly or at such frequency as may be prescribed by SEBI from time to time review all transactions carried out between the Mutual Fund, AMC and its associates.
- The Trustee shall quarterly, or at such frequency as may be prescribed by SEBI from time to time, review the net worth of the AMC and in case of any shortfall, ensure that the AMC make up for the shortfall as per the SEBI Regulations.
- The Trustee shall periodically review all service contracts such as custody arrangement, transfer agency of the securities and satisfy itself that such contracts are executed in the interest of the Unitholders.
- The Trustee shall ensure that there is no conflict of interest between the manner of deployment of its net worth by the AMC and the interest of the Unitholders.
- The Trustee shall periodically review the investor complaints received and the redressal of the same by the AMC.
- The Trustee shall abide by the Code of Conduct as specified in the Fifth Schedule to the SEBI Regulations.
- The Trustee shall furnish to SEBI on a half yearly basis or at such frequency as may be prescribed by SEBI from time to time;
 - a report on the activities of the Mutual Fund.
 - a certificate stating that the Directors have satisfied themselves that there have been no instances of self dealing or front running by any of the directors and key personnel of the AMC.
 - a certificate to the effect that the AMC has been managing the Scheme independently of the other activities and in case any activities of the nature referred to in sub-regulation (2) of Regulation 24 of SEBI Regulations have been undertaken by the AMC, it has taken adequate steps to ensure that the interest of the Unitholders are protected.
- The independent Directors of the Trustee shall give their comments on the report received from the AMC regarding the investments by the Mutual Fund in the securities of group companies of the Settlor.
- The Trustee shall exercise due diligence as under:

A. General Due Diligence:

- the Directors of the Trustee shall be discerning in the appointment of the directors on the Board of the AMC.
- the Board of Directors shall review the desirability of continuance of the AMC if substantial irregularities are observed in any of the schemes and shall not allow the AMC to float new schemes.
- the Trustee shall ensure that the trust property is properly protected, held and administered by proper persons and by a proper number of such persons.
- the Trustee shall ensure that all service providers are holding appropriate registrations from SEBI or concerned regulatory authority.
- the Trustee shall arrange for test checks of service contracts.
- the Trustee shall immediately report to SEBI of any special developments in the Mutual Fund.

B. Specific Due Diligence

The Trustee shall:

- obtain internal audit reports at regular intervals from independent auditors appointed by the Trustee.

- obtain compliance certificates at regular intervals from the AMC.
- hold meetings of the Trustee more frequently.
- consider the reports of the independent auditor and compliance reports of the AMC at the meetings of Trustee for appropriate action.
- maintain records of the decisions of the Trustee at their meetings and of the minutes of the meetings.
- prescribe and adhere to a code of ethics by the Trustee, AMC and its personnel.
- communicate in writing to the AMC of the deficiencies and checking on the rectification of deficiencies.

- Notwithstanding anything contained in any applicable SEBI Regulations, the Directors of the Trustee shall not be held liable for acts done in good faith, if they have exercised adequate due diligence honestly.
- The independent directors shall pay specific attention to the following:
 - the Investment Management Agreement and the compensation paid under the agreement.
 - service contracts with affiliates - whether the AMC has charged higher fees than outside contractors for the same services.
 - selection of the AMC's independent directors.
 - securities transactions involving affiliates to the extent such transactions are permitted.
 - selection and nomination of individuals to fill independent Directors vacancies.
 - designing of code of ethics to prevent fraudulent, deceptive or manipulative practices by insiders in connection with personal securities transactions.
 - the reasonableness of fees paid to Settlor, AMC and any others for services provided.
 - principal underwriting contracts and their renewals.
 - any service contract with the associates of the AMC.

Amendments to the Trust Deed shall not be carried out without the prior approval of SEBI and Unitholders' approval would be obtained where it affects the interest of the Unitholder. The consent of the Unitholders shall be obtained by the holding of a postal ballot administered by the AMC or in such other manner as may be prescribed by SEBI from time to time.

SUPERVISORY ROLE OF TRUSTEES

The supervisory role of Trustees will be discharged inter alia by reviewing the information and operations of the Mutual Fund based on the internal audit reports/compliance reports received on a periodical basis. The Compliance Officer has direct reporting line to the Trustees. The Board meeting of the Trustee shall be held at least once in every two calendar months and at least six such meetings shall be held in every year or at such frequency as may be prescribed under the SEBI Regulations. Further, the quorum for a Board meeting of the Trustee shall not be constituted unless such number of independent directors as may be prescribed by SEBI from time to time, are present at the meeting. During the Financial Year 2009-2010, 6 meetings of the Board of Trustee were held. During the current financial year (i.e. 2010-2011), 1 meeting of the Board of Directors of the Trustee Company was held till the date of this document.

Further the Audit Committee chaired by an independent director is responsible for:

- to review of financial statements, portfolio statements, financial reporting to Unitholders
- to review compliance procedures, processes and reports, discuss with Compliance Officer the Compliance framework and to monitor compliance and governance issues
- to review Risk Management framework
- to review the internal audit systems and internal and statutory audit reports
- to recommend appointment of auditors

REMUNERATION OF TRUSTEES

In accordance with the Trust Deed constituting the Mutual Fund, the Trustee shall be entitled to receive a fee at the rate of 0.025% per annum of the average daily net assets of the Fund or Rs. 20 lakh per annum, whichever is lower. The fees shall be calculated and accrued on a daily basis but the payment shall be made on a monthly basis.

In addition to the aforesaid remuneration, the Trustee shall be entitled for reimbursement of all costs, charges and expenses incurred in or about the administration and execution of the Fund and for the effective discharge of its obligations and responsibilities towards the Trust and such reimbursement from and out of the Trust Funds would always be to the extent permitted under the SEBI Regulations.

D. ASSET MANAGEMENT COMPANY

Religare Asset Management Company Limited (earlier known as Lotus India Asset Management Company Private Limited) ("the AMC") is incorporated under the Companies Act, 1956 on May 20, 2005, having its Registered Office at 3rd Floor, GYS Infinity, Paranjpe 'B' Scheme, Subhash Road, Vile Parle (East), Mumbai - 400 057.

The AMC has been appointed as the Asset Management Company of Religare Mutual Fund by the Trustee vide Investment Management Agreement (IMA) dated April 27, 2006 and executed between the Trustee and the AMC.

The AMC is registered with SEBI as a Portfolio Manager vide registration no. PM/INP000000738 dated December 18, 2008 under SEBI (Portfolio Managers) Regulations, 1993 pursuant to endorsement of Certificate of Registration as a Portfolio Manager held by Religare Securities Ltd. in

the name of Religare Asset Management Company Ltd. with effect from December 21, 2009. The certificate of registration is valid till November 30, 2011. There is no conflict of interest between the activity of managing the schemes of Religare Mutual Fund and the activity of Portfolio Management Services.

The AMC is also providing non-binding, non-discretionary and non-exclusive advisory services to offshore funds. The advisory service provided by the AMC is not in conflict with the asset management activity of the Mutual Fund. SEBI vide its letter dated October 3, 2006 and February 8, 2008 has granted its no-objection for the same.

Apart from the above-mentioned activities, the AMC may undertake any other business activities including activities in the nature of management and advisory services to pension funds, provident funds, venture capital funds, management of insurance funds, financial consultancy and exchange of research on commercial basis etc, subject to receipt of necessary regulatory approvals and approval of Trustees. The AMC shall ensure that such activities are not in conflict with the activities of the mutual fund.

The paid-up capital of the AMC is Rs. 50.26 Crores comprising of 50.26 Crores of Equity Shares of Re. 1/- each. The shareholding pattern of the AMC is as follows:

Name of the Shareholder	% of Paid-up Equity Share Capital
Religare Securities Limited and its nominees	100.00

DETAILS OF AMC DIRECTORS:

Name	Age/Qualification	Brief Experience
Mr. Shachindra Nath (Associate Director)	38 Years B.Com, LL.B. and P.G. Diploma in Intellectual Property Rights, Amity Law College	Mr. Nath has around 11 years of experience in financial services. He is associated with Religare Group since May 2000. As a Group Chief Executive Officer, Religare Enterprises Limited, he is involved in strategic business operations, merger and acquisitions, structuring, business controls and is responsible for overall management and supervision of Religare Group. Besides overseeing the domestic businesses of Religare Enterprises Limited, he is now engaged in the global expansion plans of Religare Enterprises Limited. He has also worked with Abhipra Capital Ltd. as Asst. Vice President (Sept. 1998 - May 2000). Currently, he is a director on the Board of various companies.
Mr. Anil Saxena (Associate Director)	41 years B.Com. (Delhi University), ACA, AICWA	Mr. Saxena has around 17 years of experience in financial services industry. As a Group Chief Finance Officer of Religare Enterprises Ltd., he is responsible for finance function of Religare Group, spearheading growth initiative of the group, plays an important role in merger & acquisition and also responsible for corporate affairs and risk management of the group. He has also worked with Orbis Securities Ltd. (Sept. 2000 - Mar. 2001) and Kotak Securities Ltd. (May 1997 - Sept. 2000). Currently, he is a director on the Board of various companies.
Mr. V. K. Chopra (Independent Director)	64 years B.Com. (Hons.), F.C.A., C.A.I.I.B.	Mr. Chopra has over 35 years of experience in commercial banking and financial institutions. His last assignment was as Whole Time Member with Securities & Exchange Board of India from June 2006 to March 2008. Prior to this, he has held senior positions in number of banks including as Chairman and Managing Director of Corporation Bank and Chairman and Managing Director of SIDBI as also Executive Director of Oriental Bank of Commerce. He was also on the Board of Indo Zambia Bank at Lusaka and IDBI Bank. Currently, he is a director on Board of a number of companies of repute.
Mr. P. G. Muralidharan (Independent Director)	75 years B.A. (Hons.), I.A.S. (1958 Batch)	Mr. Muralidharan has over 30 years of service as IAS officer. He had held various important positions in Government of India, namely Joint Secretary - Ministry of Finance, Joint Secretary - Ministry of Agriculture, Addl. Secretary - Ministry of Commerce, Secretary - Ministry of Planning and retired on Dec. 31, 1992 as Secretary - Ministry of Agriculture. He also served as Principal Secretary - Industries and Principal Secretary - Agriculture in Government of Kerala. He was Chairman/Director on the Board of various Public Sector Undertakings prominent among them being State Trading Corporation of India (Chairman), National Dairy Development Board, Export Credit Guarantee Corporation, Fertilisers & Chemicals Travancore Ltd., Kochi Refineries Ltd., Kerala State Industrial Development Corporation Ltd. etc. He also served as Member Secretary of Dr. Manmohan Singh Committee on Credit for Rural Development and also a member of RBI Committees on 20 Point Economic Programme and Regional Rural Banks. Presently, he is a director on the Board of IFCI Ltd.

Name	Age/Qualification	Brief Experience
Mr. Mihir Kumar Moitra (Independent Director)	68 years B.A. (Hons.), IAS (Retd.) F.I.C.A Economics & Political Science, Psc, De- fense Services Staff College, Wellington (India) (Equivalent to Post Graduation)	Mr. Moitra has over 40 years of experience. His experience domain includes management of urban growth, municipal administration and steel industry. He held various important positions viz. Secretary - Kolkatta Metropolitan Development Authority, Principal Secretary - Urban Development Department, Govt. of West Bengal, Municipal Commissioner - Kolkatta, Director - Housing, Govt. of India, Joint Secretary - Ministry of Steel, Govt. of India etc. He was also Director on the Board of SAIL (Sept. 1995 - Feb. 2002 (since retired)). Prior to that he was Joint Secretary, Ministry of Steel, Govt. of India (May 1993 - Sept. 1995).

Out of the 5 directors on the Board of the AMC, 3 directors are independent.

DUTIES AND OBLIGATION OF THE ASSET MANAGEMENT COMPANY:

Under the SEBI Regulations and the Investment Management Agreement, duties and obligation of the AMC are as follows:

- The AMC shall take all reasonable steps and exercise due diligence to ensure that the investment of funds pertaining to any Scheme is not contrary to the provisions of the SEBI Regulations and the Trust Deed.
- The AMC shall exercise due diligence and care in all its investment decisions as would be exercised by other persons engaged in the same business.
- The AMC shall be responsible for the acts of commissions or omissions by its employees or the persons whose services have been procured by the AMC.
- The AMC shall submit to the Trustees quarterly reports (or at such intervals as may be required by the Trustee or SEBI) of each year on its activities and the compliance with SEBI Regulations.
- The Trustee at the request of the AMC may terminate the assignment of the AMC at any time.
Provided that such termination shall become effective only after the Trustee has accepted the termination of assignment and communicated its decision in writing to the AMC.
- Notwithstanding anything contained in any contract or agreement or termination, the AMC or its directors or other officers shall not be absolved of any liability to the Mutual Fund for its / their acts of commission or omissions, while holding such position or office.
- The AMC shall not through any broker associated with the Sponsor, purchase or sell securities, which is average of 5% or more of the aggregate purchase and sale of securities made by the Mutual Fund in all its Scheme or such other limit as may be prescribed from time to time under SEBI Regulations. Provided that for the purpose of this clause, aggregate purchase and sale of securities shall exclude sale and distribution of Units issued by the Mutual Fund. Provided further that the aforesaid limit of 5% shall apply for a block of any three months or as may be prescribed from time to time under SEBI Regulations.
- The AMC shall not purchase or sell securities through any broker (other than the broker associated with the Sponsor) which is average of 5% or more of the aggregate purchase and sale of securities made by the Mutual Fund in all its Scheme or such other limit as may be prescribed from time to time under SEBI Regulations unless the AMC has recorded in writing the justification for exceeding such limit and reports of all such investments are sent to the Trustee on a quarterly basis. Provided that the aforesaid limit shall apply for a block of any three months or as may be prescribed from time to time under SEBI Regulations.
- The AMC shall not utilize the services of the Sponsor or any of its associates, employees or their relatives, for the purpose of any securities transaction and distribution and sale of securities. Provided that the AMC may utilize such services if disclosure to that effect is made to the Unitholders and the brokerage or commission paid is also disclosed in the half yearly and annual accounts of the Mutual Fund.

Provided further that the Mutual Fund shall disclose at the time of

declaring half yearly and yearly results:

- any underwriting obligations undertaken by the Scheme for the Mutual Fund with respect to issue of securities of associate companies;
- devolvement, if any;
- subscription by the Scheme in the issues lead managed by associate companies;
- subscription to any issue of equity or debt on private placement basis where the Sponsor or its associate companies have acted as arranger or manager.
- The AMC shall file with the Trustee the details of transactions in securities by the key personnel of the AMC in their own names or on behalf of the AMC and shall also report to SEBI, as and when required by SEBI.
- In case the AMC has entered into any securities transactions with any of its associates, a report to that effect shall be sent to the Trustee at its next meeting.
- In case any company has invested more than 5 per cent of the Net Asset Value of a Scheme (such other limit as may be prescribed from time to time under SEBI Regulations), the investment made by that Scheme or by any other Scheme in that company or its subsidiaries shall be brought to the notice of the Trustee by the AMC and be disclosed in the half yearly and annual accounts of the respective Scheme with justification for such investment. The said disclosure will be made provided the latter investment has been made within one year of the date of the former investment, calculated on either side.
- The AMC shall file with the Trustee and SEBI:
 - detailed bio-data of all its directors along with their interest in other companies within fifteen days of their appointment and any change in the interest of directors every six months; and
 - a quarterly report to the Trustee giving details and adequate justification about the purchase and sale of the securities of the group companies of the Sponsor or the AMC as the case may be by the Mutual Fund during the said quarter.
- Each director of the AMC shall file with the Trustee details of his transactions or dealings in securities in accordance with the guidelines issued by SEBI from time to time.
- The AMC shall not appoint any person as key personnel who has been found guilty of moral turpitude or convicted of any economic offence or involved in violation of securities laws.
- The AMC shall appoint registrars and share transfer agents who are registered with SEBI. Provided if the work relating to the transfer of Units is processed in-house, the charge at competitive market rates may be debited to the Scheme and for rates higher than the competitive market rates, prior approval of the Trustee shall be obtained and reasons for charging higher rates shall be disclosed in the annual accounts.
- The AMC shall abide by the Code of Conduct as specified in the SEBI Regulations.
- The AMC shall:
 - not act as a Trustee of any mutual fund;

- not undertake any other business activities except activities in the nature of portfolio management services, investment management and advisory services to offshore funds, pension funds, provident funds, venture capital funds, management of insurance funds, financial consultancy and exchange of research on commercial basis if any of such activities are not in conflict with the activities of the Mutual Fund without the prior approval of the Trustee and SEBI. Provided that the AMC may itself or through its subsidiaries undertake such activities if it satisfies SEBI that the key personnel of the AMC, the systems, back office, bank and securities accounts are segregated activity wise and there exist systems to prohibit access to inside information of various activities. Provided further that AMC shall meet capital adequacy requirements, if any, separately for each such activity and obtain separate approval, if necessary under the relevant regulations;
- not invest in any of its Scheme unless full disclosure of its intention to invest has been made in the Scheme Information Document; Provided that the AMC shall not be entitled to charge any fees on its investment in that Scheme;
- not acquire any assets out of the trust fund which involves the

assumption of any liability which is unlimited or which may result in encumbrance of the Scheme property in any way.

- The Chief Executive Officer of AMC shall ensure that the Mutual Fund complies with all the provisions of SEBI (Mutual Funds) Regulations, 1996 and guidelines/circulars issued in relation thereto from time to time and that the investments made by the Fund Managers are in the interest of the Unitholders and shall also be responsible for overall risk management function of the Mutual Fund.
- The AMC shall keep and maintain proper books of accounts, records and documents for each Scheme so as to explain its transactions and to disclose at any time the financial position of each Scheme and in particular to give a true and fair view of the state of affairs of the Fund and such records shall be maintained for a period of eight years.

INVESTMENT MANAGEMENT FEE

The AMC is entitled to charge an investment management and advisory fee at the rate of 1.25% per annum of the average daily net assets of the Scheme(s) outstanding in each financial year for the net assets up to Rs. 100 Crores and at the rate of 1.00% per annum of the average daily net assets outstanding in each financial year for the net assets in excess of Rs.100 Crores.

INFORMATION ON KEY PERSONNEL:

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr. Saurabh Nanavati	36	Chief Executive Officer	B.E. (Electronics), MMS (Finance)	More than 13 years of experience in fund management, general management, business strategy, business development, sales of mutual fund products.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Oct 1, 2007 - Dec 15, 2008 CEO - Religare AEGON Asset Management Company Pvt. Ltd. Mar 2006 - Sept 2007 CIO - HDFC Standard Life Insurance Company Ltd. Apr 2004 - Mar 2006 Business Manager - Asia (Ex Japan) - Deutsche Management (Asia), Singapore Oct 2002 - Mar 2004 Head - Institutional Sales - Deutsche Asset Management (India) Pvt. Ltd. July 2000 - Sept 2002 Accounts Manager - Consultative sales - Reuters India
Mr. Vetri Subramaniam	40	Head - Equity	B. Com., PGDM	More than 17 years of experience, which includes 15 years of experience in the Indian equity markets	Dec 16, 2008 - till date Religare Asset Management Company Ltd. June 9, 2008 - Dec 15, 2008 Head - Equity - Religare AEGON Asset Management Company Pvt. Ltd. Nov 2007 - May 2008 CIO - Motilal Oswal Securities Ltd. Aug 2003 - Oct. 2007 Partner - Capris Investment Management Sept 2001 - Aug 2003 Head - Equity Funds - Kotak Mahindra Asset Management Company Ltd. Apr 1999 - Aug 2001 Chief Investment Advisor - SSKI Investor Services Ltd (Sharekhan.com)
Mr. Ashish Nigam	38	Head - Fixed Income	B.Sc., MMS (Finance)	More than 11 years of experience in fixed income, foreign exchange and interest rate derivative market	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Apr 2008 - Dec 15, 2008 Head - Fixed Income - Religare AEGON Asset Management Company Pvt. Ltd. Sept 2004 - Mar 2008 Head - Fixed Income - DBS Cholamandalam Asset Management Company Ltd. Apr 2002 - Sept 2004 Manager - Fixed Income - Development Credit Bank Ltd. Jan 2001 - Apr 2002 Manager - Debt - Mashreq Bank Plc. Aug 1999 - Jan 2001 Dealer - Fixed Income - IDBI Principal Asset Management Company Ltd.

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr. Ketan Ugrankar	39	Chief Operating Officer & Chief Financial Officer	B.Com., A.C.A, A.C.S, Grad CWA	More than 15 years of experience in finance, accounting, operations, fund accounting, audit, taxation, admin, technology and secretarial	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Apr 2008 - Dec 15, 2008 COO & CFO - Religare AEGON Asset Management Company Pvt. Ltd. Jan 2006 - Feb 2008 COO - ING Investment Management (India) Pvt. Ltd. May 1996 - Dec 2005 VP - Corporate Accounting and Administration - Alliance Capital Asset Management India Pvt. Ltd.
Mr. Madhu Nair	35	Head - Institutional & Offshore Sales	B.Sc. (Chemistry), MBA (Finance)	More than 11 years of experience in Sales and Distribution.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Aug 18, 2008 - Dec 15, 2008 Head - Institutional & Offshore Sales - Religare AEGON Asset Management Company Pvt. Ltd. Apr 2002 - Aug 2008 Head of Sales, Distribution (Banks & NDs) and International Business - Kotak Mahindra Asset Management Company Ltd. Oct 2000 - Mar 2002 Manger - Institutional Sales - Kothari Pioneer Asset Management Company Ltd. Oct 1999 - Oct 2000 Manger - Third Party Distribution - HDFC Bank.
Mr. Suresh Jakhotiya	39	Head - Compliance & Risk	B.Com. A.C.A., C.S., PGDSIL (Govt. Law College, Mumbai)	More than 13 years of experience in compliance, accounts, audit, taxation, finance and secretarial	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Mar 1, 2008 - Dec 15, 2008 Head - Compliance & Risk - Religare AEGON Asset Management Company Pvt. Ltd. Sept 2005 - Feb 2008 Senior Manager - Compliance - HDFC Asset Management Company Ltd. Apr 2000 - Sept 2005 VP - Compliance - Benchmark Asset Management Company Pvt. Ltd.
Mr. Swarup Mohanty	40	National Sales Head (IFAs & Distributors)	B.Com., PGDBM (Finance)	More than 15 years of experience in Sales and Distribution.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Mar 2008 - Dec 15, 2008 National Sales Head (IFAs & Distributors) - Religare AEGON Asset Management Company Pvt. Ltd. May 2007 - Mar 2008 VP and Head of Sales - IFA and Regional Distributors - Birla Sun Life Asset Management Company Ltd. Aug 2006 - May 2007 VP - Regional Head, North - Franklin Templeton Asset Management (India) Pvt. Ltd. Jan 2000 - Aug 2006 VP - Regional Head, North and East - Kotak Mahindra Asset Management Company Ltd.
Mr. Haresh Sadani	35	Head - Marketing and Product Development	B.Com., MBA	More than 14 years of experience in marketing, branding, communication, and product development.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Feb 2008 - Dec 15, 2008 Head - Marketing and Product Development - Religare AEGON Asset Management Company Pvt. Ltd. Sept 2006 - Feb 2008 AVP - Marketing - DBS Cholamandalam Asset Management Company Ltd. Mar 2006 - Sept 2006 Marketing Manager - Fidelity Fund Management Pvt. Ltd. Mar 2004 - Mar 2006 Marketing Manager - Cholamandalam Asset Management Company Ltd. Dec 2000 - Mar 2004 Associate Manager - Marketing - Outlook Money (Hathaway Investments Ltd.) 1996 - Dec 2000 Assistant Manager - Marketing - Sesa Seat Information Systems Ltd.

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr. Surinder Singh Negi	38	Head - Operations & Customer Services	B.Sc. Physics (Hons.), Masters in Financial Management	More than 14 years of experience in custody, investment and banking operations, audit and overall operation of PMS	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Mar 2008 - Dec 15, 2008 Head - Operations & Customer Services - Religare AEGON Asset Management Company Pvt. Ltd. Sept 1999 - Mar 7, 2008 AVP - FA & PMS Operation - Franklin Templeton Asset Management (India) Pvt. Ltd.

INVESTMENT TEAM

In addition to Mr. Vetri Subramaniam (Head - Equity) and Mr. Ashish Nigam (Head - Fixed Income), the other members of investment team are:

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr. Pradeep Kumar	36	Fund Manager - Equity	B. E., MMS, CFA Charterholder from CFA Institute USA	More than 11 years experience, of which 9 years of experience in the Indian equity markets.	Mar 3, 2008 - till date Religare Asset Management Company Ltd. July 2006 - Feb 2008 Fund Manager - Equities - ABN Amro Asset Management India Ltd. Jan 2003 - July 2006 Fund Manager - Equity - DBS Cholamandalam Asset Management Company Ltd. June 2002 - Dec 2002 Senior Research Analyst - Way2Wealth Securities Ltd. June 2000 - May 2002 Research Analyst - First Global Stock broking Pvt. Ltd.
Mr. Nitish Sikand	34	Fund Manager - Fixed Income	B.Com, MBA (Finance)	More than 9 years of experience in fixed income markets and product development.	Apr 2007 - till date Religare Asset Management Company Ltd. July 2005 - Apr 2007 Product Manager - International Private Banking - ICICI Bank Ltd. Oct 2004 - July 2005 Analyst - Fixed Income - JM Financial Asset Management Company Pvt. Ltd. May 2000 - Oct 2004 Relationship Manager - Treasury - Citicorp Maruti Finance Limited
Mr. Vinay Paharia	31	Associate Portfolio Manager	B. Com., M.M.S.	More than 7 years of experience in the Indian equity markets.	Jan 2007 - till date Religare Asset Management Company Ltd. Feb 2006 - Dec 2006 Research Analyst - Equity - DBS Cholamandalam Asset Management Company Pvt. Ltd. Jan 2004 - Jan 2006 Investment Analyst - K. R. Choksey Shares and Securities Pvt. Ltd. June 2002 - Dec 2003 Investment Analyst - First Global Stock Broking Pvt. Ltd.
Mr. Pranav Gokhale	32	Senior Manager - Equity Analyst	M.Com, A.C.A	Around 6 years of experience in meeting management of various companies, preparing research reports, generation & follow up of investment ideas, managing equity portfolios of HNI & NRI clients, finance and accounts of companies etc.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Oct 7, 2008 - Dec 15, 2008 Senior Manager - Equity Analyst - Religare AEGON Asset Management Company Pvt. Ltd. Apr 2008 - Oct 6, 2008 Assistant Manager - Senior Equity Analyst - IL&FS Portfolio Management Services Ltd. May 2006 - Mar 2008 Assistant Manager - Senior Equity Analyst - Infrastructure Leasing & Financial Services Ltd. July 2005 - May 2006 Assistant Manager - Research - ICICI Web Trade Ltd. Nov 2004 - June 2005 Equity Dealer & Research Analyst - Rosy Blue Securities Pvt. Ltd. Sept 2004 - Oct 2004 Senior Financial Officer - International Ship Repair LLC Fujairah. Feb 2004 - Sept 2004 Manager - Accounts & Finance - Rosy Blue Securities Pvt. Ltd.

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr.NeeleshDhamnaskar	29	Equity Research Analyst	B.Com, MMS (Finance)	More than 4 years of experience in equity research.	Jan 27, 2010 - till date Religare Asset Management Company Ltd. May 2007 - Jan 21, 2010 Equity Research Analyst - ENAM Securities Direct Pvt.Ltd. Dec 2005 - Apr 2007 Equity Research Analyst - KRChoksey Shares and Securities Pvt. Ltd. Feb 2005 - Nov 2005 Commodities Research Analyst - Anand Rathi Securities Ltd.
Mr.Amit Ganatra	30	Research Analyst - Equity	B.Com.,CA,CFA	More than 6 years of experience in the Indian equity markets.	Jan 2007 - till date Religare Asset Management Company Ltd. Mr. Ganatra is Research Analyst - Equity in the AMC Jan 2006 - Dec 2006 Analyst - Equity - DBS Cholamandalam Asset Management Company Pvt. Ltd. Nov 2003 - Dec 2005 Sector Specialist - Equity Research - Fidelity Business Services India Pvt. Ltd. Apr 2003 - Oct 2003 Analyst - Centre For Monitoring Indian Economy - CMIE
Mr.Karan Singh	32	Analyst - Fixed Income	B.A.(Hons.) Economics, P.G. Diploma in Finance, C.F.A. Institute Member	More than 7 years of experience in conducting research and analysis on financial sector and economy.	Jan 1, 2009 - till date Religare Asset Management Company Ltd. Oct 15, 2008 - Dec 31, 2008 Credit Analyst - Religare AEGON Asset Management Company Pvt. Ltd. Sept 2006 - Dec 2007 Associate - Credit Research - Fidelity Management and Research Aug 2005 - Sept 2006 Senior Analyst - ICRA Ltd. Mar 2003 - Aug 2005 Analyst - Fixed Income - Escorts Asset Management Company Pvt. Ltd.
Mr. Rajiv Bhardwaj	27	Equity Dealer	B.Sc (IT)	Around 5 years of experience in monitoring investment policies and trends in different financial markets, providing investment advices to clients etc.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. Oct 15, 2008 - Dec 15, 2008 Equity Dealer - Religare AEGON Asset Management Company Pvt. Ltd. Nov 23, 2007 - Oct 14, 2008 Manager - Institutional Equity Sales and Dealing - SAL Securities Pvt. Ltd. Mar 2006 - Nov 17, 2007 Relationship Manager - Share Khan Ltd. Feb 2005 - Feb 2006 Business Development Executive - Motilal Oswal Securities Ltd.
Mr.Avishake Choudhary	32	Dealer - Fixed Income	B. A.,MBA,Bharti Vidyapeeth IMED (Pune University)	More than 7 years of experience in dealing, treasury and managing corporate debt borrowing.	Dec 16, 2008 - till date Religare Asset Management Company Ltd. June 2008 - Dec 15, 2008 Dealer - Fixed Income - Religare AEGON Asset Management Company Pvt. Ltd. Oct 2007 - May 2008 Manager - Fixed Income - DBS Cholamandalam Asset Management Company Ltd. Jan 2007 - Sept 2007 Manager - Treasury - Fullerton India Credit Company Ltd. Mar 2002 - Jan 2007 Senior dealer - Corporate Placements - Mata Securities (I) Pvt. Ltd.

Name	Age (Yrs)	Designation	Educational Qualifications	Total No. of Years of Experience/Type & Nature of Experience	Assignments Held (During last 10 years)
Mr. Abbas Ratnani	27	Dealer - Arbitrage & Quant Equity	B.Com., ACA	More than 3 years of experience in the financial services sector.	Sept 2007 - till date Religare Asset Management Company Ltd. Sept 2005 - Aug 2007 Research Analyst - Global Research Group - ICICI Bank Ltd.

Presently, the AMC has five Fund Managers, four Analysts and three Dealers. All Key Personnel of Asset Management Company are based at the registered office of the AMC.

INVESTMENT DECISIONS

The investment decisions for the Scheme will be taken by the fund manager, which will be consistent with the regulatory requirements and the investment objectives of the Scheme. The Fund may additionally observe such internal guidelines as may be prescribed by the Boards of the AMC/Trustee or any internal committee. Subject to above, the day to day investment management decision will solely be of the fund manager of the scheme. All investment decisions shall be recorded. Where an investment is proposed to be made for the first time in any scrip/security issued by a company, this will be preceded by making a detailed report justifying such investment by a member of the investment management team. With regard to investments done on instruments based on a mathematical model, the list of instruments generated by the model shall be construed as the research report. In case of Arbitrage Fund, investment decisions will be based on the mis-pricing between cash and derivatives segment and opportunities available in these respective markets. The performance of the Scheme shall be reviewed by Investment Committee comprising of Chief Executive Officer, Head - Equity, Head - Fixed Income and Head - Compliance & Risk and by any additional member which may be included / nominated to the committee at periodic intervals. Performance review of the Scheme includes comparison of performance of the Scheme vis-à-vis benchmark indices / peer group on a regular basis Further Boards of the AMC and the Trustee will also review performance vis-à-vis benchmark indices and peer group.

E. SERVICE PROVIDERS

CUSTODIAN

Deutsche Bank AG
 Kodak House, 22, Dr. D.N. Road,
Fort, Mumbai - 400 001.
 SEBI Registration Number: IN/CUS/003.

REGISTRAR & TRANSFER AGENT

Kary Computershare Pvt. Ltd.
 Unit: Religare Mutual Fund
 KARVY Plaza, H. No. 8-2-596,
 Street No. 1, Banjara Hills,
Hyderabad - 500 034.
 SEBI registration Number: INR00000021.

The Board of the Trustees and the AMC have ensured that the Registrar has adequate capacity to discharge responsibilities with regard to processing of applications and dispatching unit certificates to Unitholders within the time limit prescribed in the Regulations and also has sufficient capacity to handle investor complaints.

STATUTORY AUDITOR FOR THE MUTUAL FUND

Price Waterhouse
 Chartered Accountants
 252, Veer Savarkar Marg
 Shivaji Park, Dadar (West)
Mumbai - 400 028.

LEGAL COUNSEL

Nil.

FUND ACCOUNTANT

Deutsche Bank AG
 6th Floor, Nicholas Piramal Tower
 Peninsula Corporate Park
 Ganpatrao Kadam Marg
Lower Parel, Mumbai - 400 013.

COLLECTING BANKERS (FOR NEW FUND OFFERS)

Name of Bank	Registered Office Address	SEBI Registration Number
HDFC Bank Ltd.	Maneckji Wadia Building, Nanik Motwani Marg, Mumbai - 400 023	INB100000063

The above list is indicative and not exhaustive. The AMC reserves the right to change/modify the list of Collecting Bankers and appoint other banks as collecting bankers from time to time subject to such bank being registered with SEBI as Collecting Bankers.

F. CONDENSED FINANCIAL INFORMATION (CFI)

Historical Per unit statistics is presented Schemewise for all the schemes launched by Religare Mutual Fund during the last three fiscal years (excluding redeemed schemes) for each of the last three fiscal years.

Historical Per Unit Statistics	RELIGARE CONTRA FUND			RELIGARE MID CAP FUND*			RELIGARE ARBITRAGE FUND		
	April 11, 2007 to March 31,2008	April 01, 2008 to March 31,2009	April 01, 2009 to March 31,2010	April 19, 2007 to March 31,2008	April 01, 2008 to March 31,2009	April 01, 2009 to March 31,2010	April 30, 2007 to March 31,2008	April 01, 2008 to March 31,2009	April 01, 2009 to March 31,2010
Date of Allotment	11-Apr-2007			19-Apr-2007			30-Apr-2007		
NAV at the beginning of the year / Date of Allotment:									
Growth	10.00	10.43	7.27	10.00	11.20	5.43	10.00	10.8981	11.6362
Dividend	10.00	10.43	7.27	10.00	11.20	5.43	10.00	10.2273	10.1992
Dividends									
Dividend -(Individual/HUF)			3.20				0.65	0.70	0.520
Dividend -(Others)			3.20				0.65	0.70	0.520
NAV at the end of the year / period (Rs.)									
Growth	10.43	7.27	15.10	11.20	5.43	12.67	10.8981	11.6362	12.0671
Dividend	10.43	7.27	11.68	11.20	5.43	12.67	10.2273	10.1992	10.0509
Annualised Return (Since Inception)									
Growth	4.30%^	-14.91%	14.86%	12.00%^	-26.85%	8.34%	8.98%^	8.20%	6.64%
Benchmark Returns (Since Inception)	22.44%^	-16.48%	11.32%	22.06%^	-18.76%	14.90%	6.39%^	7.91%	6.45%
Benchmark Index	BSE 500	BSE 500	BSE 500	CNX Midcap Index	CNX Midcap Index	CNX Midcap Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index
Net Assets end of the year / period (Rs. In Crores)	57.69	28.27	74.41	39.46	17.52	35.27	99.83	44.37	184.33
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	2.46%	2.50%	2.50%	2.49%	2.50%	2.50%	1.49%	1.23%	1.23%

^ Absolute Returns

* The Scheme has been converted into an open-ended equity scheme with effect from April 21, 2010

Historical Per Unit Statistics	RELIGARE ACTIVE INCOME FUND			RELIGARE GROWTH FUND		
	Aug 02, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Aug 09, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010
Date of Allotment	2-Aug-2007			9-Aug-2007		
NAV at the beginning of the year / Date of Allotment:						
Growth				10.00	10.14	6.67
Dividend				10.00	10.13	6.67
Regular - Dividend - Monthly	10.0000	9.9610	10.3260			
Regular - Dividend - Quarterly	10.0000	10.0685	10.4413			
Regular - Dividend - Annual			9.8813			
Regular - Growth	10.0000	10.3084	10.6904			
Regular - Bonus						
Institutional - Dividend - Monthly	10.0000	9.9809	9.5807			
Institutional - Dividend - Quarterly						
Institutional - Dividend - Annual						
Institutional - Growth	10.0000	10.3696	9.5168			
Institutional - Bonus						
Dividends						
Regular - Dividend - Monthly -(Individual/HUF)	0.31180097		0.20155592			
Regular - Dividend - Monthly (Others)	0.19092454					
Regular - Dividend - Quarterly -(Individual/HUF)	0.21898069		0.50888275			
Regular - Dividend - Quarterly (Others)	0.20381743		0.47357844			
Regular - Dividend - Annual -(Individual/HUF)			0.0140000			
Regular - Dividend - Annual (Others)			0.0130000			
Institutional - Dividend - Monthly -(Individual/HUF)	0.34118531		0.05288303			
Institutional - Dividend - Monthly (Others)	0.31754939		0.04921950			
Institutional - Dividend - Quarterly -(Individual/HUF)			0.0254000			
Institutional - Dividend - Quarterly (Others)			0.0236000			
NAV at the end of the year / period (Rs.)						
Growth				10.14	6.67	11.49
Dividend				10.13	6.67	11.48

Historical Per Unit Statistics	RELIGARE ACTIVE INCOME FUND			RELIGARE GROWTH FUND		
	Aug 02, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Aug 09, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010
Date of Allotment	2-Aug-2007			9-Aug-2007		
Regular - Dividend - Monthly	9.9610	10.3260	10.2919			
Regular - Dividend - Quarterly	10.0685	10.4413	10.0312			
Regular - Dividend - Annual		9.8813	10.0309			
Regular - Growth	10.3084	10.6904	10.8700			
Institutional - Dividend - Monthly	9.9809	9.5807	10.0571			
Institutional - Dividend - Quarterly			10.0361			
Institutional - Growth	10.3696	9.5168	10.0629			
Annualised Return (Since Inception)						
Growth				1.40%^	-21.80%	5.39%
Regular - Growth	3.08%^	4.09%	3.18%			
Institutional - Growth	3.70%^	N.A.	0.50%			
Benchmark Returns (Since Inception)	4.16%^	6.94%	6.36%	5.83%^	-24.08%	6.98%
Benchmark Index	CRISIL Composite Bond Fund Index	CRISIL Composite Bond Fund Index	CRISIL Composite Bond Fund Index	BSE 100	BSE 100	BSE 100
Net Assets end of the year / period (Rs. In Crores)	54.76	86.30	191.93	133.53	73.65	78.19
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	1.27%	1.59%	1.59%	2.30%	2.48%	2.50%

^Absolute Returns

Historical Per Unit Statistics	RELIGARE OVERNIGHT FUND			RELIGARE EQUITY FUND			RELIGARE INFRASTRUCTURE FUND		
	Sept 14, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Oct 04, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Nov 21, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010
Date of Allotment	14-Sep-2007			4-Oct-2007			21-Nov-2007		
NAV at the beginning of the year / Date of Allotment									
Growth	10.0000	10.3906	10.9547	10.00	9.61	6.61	10.00	7.95	4.75
Dividend				10.00	9.61	6.61	10.00	7.95	4.75
Daily Dividend Reinvestment	10.0000	10.0000	10.0000						
Dividends									
NAV at the end of the year / period (Rs.)									
Growth	10.3906	10.9547	11.1605	9.61	6.61	11.85	7.95	4.75	8.17
Dividend				9.61	6.61	11.85	7.95	4.75	8.17
Daily Dividend Reinvestment	10.0000	10.0000	10.0000						
Annualised Return (Since Inception)									
Growth	7.13%^	6.07%	4.40%	3.90%^	-24.21%	7.05%	20.50%^	-42.12%	-8.20%
Benchmark Returns (Since Inception)	6.86%^	8.15%	6.38%	-10.94%^	-34.25%	0.24%	-18.02%^	-40.62%	-3.28%
Benchmark Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index	CRISIL Liquid Fund Index	BSE 100	BSE 100	BSE 100	S&P CNX 500	S&P CNX 500	S&P CNX 500
Net Assets end of the year / period (Rs. In Crores)	0.26	0.02	0.03	84.44	35.22	29.77	126.69	66.00	92.81
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	0.34%	0.45%	0.45%	2.29%	2.50%	2.50%	2.21%	2.48%	2.48%

^Absolute Returns

Historical Per Unit Statistics	RELIGARE AGILE FUND			RELIGARE GILT FUND - LONG TERM PLAN			RELIGARE GILT FUND - SHORT TERM PLAN		
	Dec 19, 2007 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Feb 09, 2008 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Feb 09, 2008 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010
Date of Allotment	19-Dec-2007			9-Feb-2008			9-Feb-2008		
NAV at the beginning of the year / Date of Allotment:									
Growth	10.00	7.26	4.45						
Dividend	10.00	7.26	4.46						
Regular - Dividend - Weekly							10.0000	9.9304	
Regular - Dividend - Monthly				10.0000	9.5960	9.1320	10.0000	9.9354	10.0492
Regular - Dividend - Quarterly				10.0000	9.5959	9.4094			
Regular - Dividend - Annual				10.0000		9.7613			
Regular - Growth				10.0000	9.5960	9.4253	10.0000	9.9674	10.3999
Institutional - Dividend - Weekly							10.0000	9.9325	
Institutional - Dividend - Monthly				10.0000	9.6000		10.0000		
Institutional - Dividend - Quarterly				10.0000					
Institutional - Dividend - Annual				10.0000					
Institutional - Growth				10.0000	9.6000	9.6453	10.0000	9.9714	
Dividends:									
Regular - Dividend - Weekly -(Individual /HUF)							0.02416990	0.16197957	
Regular - Dividend - Weekly (Others)									
Regular - Dividend - Monthly -(Individual /HUF)					0.27844542		0.02762561	0.27477442	0.01367185
Regular - Dividend - Monthly (Others)					0.25909631				
Institutional - Dividend - Weekly (Others)							0.03199362		
NAV at the end of the year / period (Rs.)									
Growth	7.26	4.45	6.26						
Dividend	7.26	4.46	6.27						
Regular - Dividend - Weekly							9.9304		
Regular - Dividend - Monthly				9.5960	9.1320	9.4840	9.9354	10.0492	10.0252
Regular - Dividend - Quarterly				9.5959	9.4094	9.7711			
Regular - Dividend - Annual					9.7613	10.1374			
Regular - Growth				9.5960	9.4253	9.7881	9.9674	10.3999	10.4675
Institutional - Dividend - Weekly							9.9325		
Institutional - Dividend - Monthly				9.6000					
Institutional - Growth				9.6000	9.6453		9.9714		
Annualised Return (Since Inception)									
Growth	27.40%^	-46.75%	-18.54%						
Regular Growth				4.04%^	-5.05%	-0.99%	0.33%^	3.49%	2.16%
Institutional - Growth				-4.00%^	N.A.	N.A.	-0.29%^	N.A.	N.A.
Benchmark Returns (Since Inception)	-17.68%^	-39.41%	-3.92%	-2.38%^	10.65%	7.05%	0.90%^	11.55%	8.97%
Benchmark Index	S&P CNX NIFTY	S&P CNX NIFTY	S&P CNX NIFTY	I-Sec Li-BEX	I-Sec Li-BEX	I-Sec Li-BEX	I-Sec Si-BEX	I-Sec Si-BEX	I-Sec Si-BEX
Net Assets end of the year / period (Rs. In Crores)	207.05	118.39	110.68	18.52	2.33	0.05	17.27	0.18	0.03
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	2.13%	2.41%	2.45%	1.25%	1.27%	1.28%	1.00%	1.00%	1.25%

^Absolute Returns

Historical Per Unit Statistics	RELIGARE AGILE TAX FUND			RELIGARE MID N SMALL CAP FUND			RELIGARE BANKING FUND ^{###}	
	March 10, 2008 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	March 17, 2008 to March 31, 2008	April 01, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	July 14, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010
Date of Allotment	10-Mar-2008			17-Mar-2008			14-Jul-2008	
NAV at the beginning of the year / Date of Allotment								
Growth	10.00	8.37	5.30	10.00	9.88	5.27	10.00	7.85
Dividend	10.00	8.37	5.30	10.00	9.88	5.27	10.00	7.85
Dividends								
Dividend-(Individual/HUF)								3.2500
Dividend-(Others)								3.2500
NAV at the end of the year / period (Rs.)								
Growth	8.37	5.30	7.17	9.88	5.27	12.32	7.85	17.05
Dividend	8.37	5.30	7.17	9.88	5.27	12.32	7.85	13.21
Annualised Return (Since Inception)								
Growth	16.30%^	-45.05%	-14.91%	1.20%^	-45.95%	10.76%	-21.50%^	36.49%
Benchmark Returns (Since Inception)	-1.37%^	-35.39%	4.43%	5.63%^	-41.06%	13.90%	-20.63%^	41.63%
Benchmark Index	S&P CNX NIFTY	S&P CNX NIFTY	S&P CNX NIFTY	CNX MIDCAP Index	CNX MIDCAP Index	CNX MIDCAP Index	CNX Bank Index	CNX Bank Index
Net Assets end of the year / period (Rs. In Crores)	12.09	7.65	10.35	38.79	17.25	22.46	11.14	22.59
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	1.66%	2.50%	2.46%	1.63%	2.50%	2.48%	2.30%	2.50%

^{*}Absolute returns

^{###}Institutional Plan offered under Religare Banking Fund was discontinued with effect from August 24, 2009 and Religare Banking Fund - Regular Plan was rechristened as "Religare Banking Fund"

Historical Per Unit Statistics	RELIGARE LONG TERM FMP - SERIES I - PLAN A		RELIGARE YEARLY FIXED MATURITY PLAN - SERIES I - PLAN A		RELIGARE BUSINESS LEADERS FUND	RELIGARE CREDIT OPPORTUNITIES FUND
	Sep 04, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Mar 30, 2009 to March 31, 2009	April 01, 2009 to March 31, 2010	Aug 21, 2009 to March 31, 2010	Aug 21, 2009 to March 31, 2010
Date of Allotment	4-Sep-2008		30-Mar-2009		21-Aug-2009	28-Aug-2009
NAV at the beginning of the year / Date of Allotment:						
Growth					10.0000	
Dividend					10.0000	
Regular - Dividend - Monthly						10.0000
Regular - Growth	10.0000	10.9189	10.0000	10.0054		10.0000
Regular - Dividend	10.0000	10.9188	10.0000	10.0054		
Institutional - Dividend - Monthly						10.0000
Institutional - Growth	10.0000	10.9784	10.0000	10.0054		10.0000
Institutional - Dividend	10.0000	10.9784	10.0000	10.0054		
Dividends						
Regular - Dividend - Monthly - (Individual / HUF)						0.23582677
Regular - Dividend - Monthly (Others)						0.21948965
Institutional - Dividend - Monthly - (Individual / HUF)						0.15188839
Institutional - Dividend - Monthly (Others)						0.24931714
NAV at the end of the year / period (Rs.)						
Growth					11.56	
Dividend					11.56	
Regular - Dividend - Monthly						10.0550
Regular - Growth	10.9189	11.7928	10.0054	10.7340		10.3075
Regular - Dividend	10.9188	11.7928	10.0054	10.7340		
Institutional - Dividend - Monthly						10.0574
Institutional - Growth	10.9784	11.9519	10.0054	10.7761		10.3238
Institutional - Dividend	10.9784	11.9519	10.0054	10.7761		

Historical Per Unit Statistics	RELIGARE LONG TERM FMP - SERIES I - PLAN A		RELIGARE YEARLY FIXED MATURITY PLAN - SERIES I - PLAN A		RELIGARE BUSINESS LEADERS FUND	RELIGARE CREDIT OPPORTUNITIES FUND
	Sep 04, 2008 to March 31, 2009	April 01, 2009 to March 31, 2010	Mar 30, 2009 to March 31, 2009	April 01, 2009 to March 31, 2010	Aug 21, 2009 to March 31, 2010	Aug 21, 2009 to March 31, 2010
Date of Allotment	4-Sep-2008		30-Mar-2009		21-Aug-2009	28-Aug-2009
Annualised Return (Since Inception)						
Growth					15.60%^	
Regular Growth	9.19%^	11.06%	0.05%^	7.30%		3.07%^
Institutional - Growth	9.78%^	12.01%	0.05%^	7.72%		3.24%^
Benchmark Returns (Since Inception)	7.53%^	8.60%	0.11%^	5.96%	15.90%^	3.11%^
Benchmark Index	CRISIL Short Term Bond Fund Index.	CRISIL Short Term Bond Fund Index.	CRISIL Short Term Bond Fund Index.	CRISIL Short Term Bond Fund Index.	S&P CNX NIFTY	CRISIL Short Term Bond Fund Index
Net Assets end of the year / period (Rs. In Crores)	4.99	5.34	55.73	60.02	35.56	1281.97
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	0.64%	0.96%	0.20%	0.40%	2.38%	1.06%

^Absolute returns

Historical Per Unit Statistics	RELIGARE PSU EQUITY FUND	RELIGARE GOLD EXCHANGE TRADED FUND	RELIGARE FIXED MATURITY PLAN - SERIES II - PLAN B	RELIGARE FIXED MATURITY PLAN - SERIES II - PLAN A
	Nov 18, 2009 to March 31, 2010	Mar 12, 2010 to March 31, 2010	Mar 10, 2010 to March 31, 2010	Mar 12, 2010 to March 31, 2010
Date of Allotment	18-Nov-2009	12-Mar-2010	10-Mar-2010	12-Mar-2010
NAV at the beginning of the year / Date of Allotment:				
Growth	10.0000	1680.0010	10.0000	10.0000
Dividend	10.0000		10.0000	10.0000
Dividends:				
NAV at the end of the year / period (Rs.)				
Growth	10.20	1,655,4783	10.0637	10.0306
Dividend	10.20		10.0637	10.0306
Annualised Return (Since Inception)				
Growth	2.00%^	-1.46%^	0.64%^	0.31%^
Benchmark Returns (Since Inception)	-1.86%^	-1.47%^	0.38%^	0.30%^
Benchmark Index	BSE PSU Index	Price of gold	CRISIL Short Term Bond Fund Index	CRISIL Short Term Bond Fund Index
Net Assets end of the year / period (Rs. In Crores)	238.75	18.92	647.17	651.14
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	2.23%	1.00%	0.20%	0.20%

^Absolute returns

Historical Per Unit Statistics	RELIGARE FIXED MATURITY PLAN - SERIES II - PLAN C	RELIGARE FIXED MATURITY PLAN - SERIES II - PLAN F	RELIGARE FIXED MATURITY PLAN - SERIES II - PLAN E
	Mar 22, 2010 to March 31, 2010	Mar 30, 2010 to March 31, 2010	Mar 31, 2010 to March 31, 2010
Date of Allotment	22-Mar-2010	30-Mar-2010	31-Mar-2010
NAV at the beginning of the year / Date of Allotment:			
Growth	10.0000	10.0000	10.0000
Dividend	10.0000	10.0000	10.0000
Dividends:			
NAV at the end of the year / period (Rs.)			
Growth	10.0195	10.0045	10.0034
Dividend	10.0195	10.0045	10.0034
Annualised Return (Since Inception)			
Growth	0.20%^	0.05%^	0.03%^
Benchmark Returns (Since Inception)	0.17%^	0.03%^	N.A.
Benchmark Index	CRISIL Short Term Bond Fund Index	CRISIL Short Term Bond Fund Index	CRISIL Short Term Bond Fund Index
Net Assets end of the year / period (Rs. In Crores)	619.33	404.00	64.91
Ratio of Recurring Expenses to Average Daily Net Assets (%) (Annualised)	0.30%	0.20%	0.70%

^Absolute returns

Dividend details of Religare Overnight Fund are excluded. Absolute returns are provided for the Schemes which have not completed one year since allotment.

III. HOW TO APPLY?

1. The application forms/transaction slips for purchase/additional purchase of Units of the scheme will be available at the office of brokers/distributors/designated branches of AMC and Registrar.
2. During the New Fund Offer (“NFO”) Period, the application form (both direct application and application routed through Broker) complete in all respects along with the cheque/pay order/ demand draft/other payment instruction should be submitted at the collecting bank branches/ designated branches of the AMC before closure of NFO.

Investors can also subscribe to NFO of the scheme(s) by making physical or electronic application through Self Certified Syndicate Bank (“SCSB”) for utilising Applications Supported by Blocked Amount (“ASBA”) facility. Please refer to **“Additional mode of payment through Applications Supported by Blocked Amount (ASBA) facility”** under Mode of Payment section on Page 19.
3. On an ongoing basis, applications (both direct application and application routed through Broker) filled up and duly signed along with the cheque/bank draft/pay order/other payment instrument should be submitted at the Official Points of Acceptance of Transactions during their Business Hours on their respective Business Days.
4. Applications must be completed in Block Letters in English.
5. Signatures should be in English or in any Indian Language.
6. The cheque / pay order / bank draft must be drawn in favour of specific scheme/plan and crossed **“A/c Payee only”**. A separate cheque / pay order / demand draft must accompany each application. Investors must use separate application forms for investing simultaneously in more than one plan of the scheme subject to the minimum subscription requirements under each Plan.
7. Cheque / pay order / demand draft accompanying the application form should contain the application form number / folio number and name of the first investor on its reverse.

The addresses of the Investor Service Centres / Official Points of Acceptance of Transactions of the Asset Management Company / Registrar can be obtained from our website, www.religaremf.com and from Key Information Memorandum with application form. In case an investor is located at a place where there is no ISC, he may send the application form to any of the nearest ISC, accompanied by cheque/ demand draft payable locally at such location.

Additionally, investors can also apply for units of select schemes of Religare Mutual Fund through Mutual Fund Services System (MFSS) of the National Stock Exchange of India Ltd. (NSE) and through BSE Stock Exchange Platform for Allotment and Repurchase of Mutual Funds (BSE StAR MF System) of the Bombay Stock Exchange Limited (BSE). Please refer to **“Purchase & Redemption through Stock Exchange Infrastructure”** under General Information section on Page 33.

Investors are advised to retain the acknowledgement slip. Applications not complete in any respect are liable to be rejected. The AMC / Trustee reserves the sole and absolute discretion to reject any application.

Notes:

1. Returned cheques are liable not to be presented again for collection and the accompanying application forms are liable to be rejected. In case the returned cheques are presented again, the necessary charges are liable to be debited to the investor.
2. Any request for withdrawal of application made during the New Fund Offer period will be treated as redemption request and shall be processed at the redemption price on the first day after the scheme opens for subscription and redemption on an ongoing basis after the close of New Fund Offer.

3. It is expressly understood that at the time of investment, the Investor/Unitholder has the express authority to invest in Units of the schemes of Mutual Fund and AMC/Trustee/Mutual Fund will not be responsible if such investment is ultravires the relevant constitution.

WHO CAN INVEST?

Please refer to Scheme Information Document for details.

APPLICATION VIA ELECTRONIC MODE

Subject to the investor fulfilling certain terms and conditions stipulated by the AMC as under, AMC or any other agent or representative of the AMC, Mutual Fund, the Registrar may accept transactions through any electronic mode (“fax/web/electronic transactions”) as permitted by SEBI or other regulatory authorities:

- i. The acceptance of the fax/web/electronic transactions will be solely at the risk of the transmitter of the fax/web/electronic transactions and the Recipient shall not in any way be liable or responsible for any loss, damage caused to the transmitter directly or indirectly, as a result of the transmitter sending or purporting to send such transactions.
- ii. The recipient will also not be liable in the case where the transaction sent or purported to be sent is not processed on account of the fact that it was not received by the recipient.
- iii. The transmitter’s request to the recipient to act on any fax/web/ electronic transmission is for the transmitter’s convenience and the recipient is not obliged or bound to act on the same.
- iv. The transmitter acknowledges that fax/web/electronic transactions is not a secure means of giving instructions/ transactions requests and that the transmitter is aware of the risks involved including those arising out of such transmission.
- v. The transmitter authorizes the recipient to accept and act on any fax/ web/electronic transmission which the recipient believes in good faith to be given by the transmitter and the recipient shall be entitled to treat any such fax/web/electronic transaction as if the same was given to the recipient under the transmitter’s original signature.
- vi. The transmitter agrees that security procedures adopted by the recipient may include signature verification, telephone call backs which may be recorded by tape recording device and the transmitter consents to such recording and agrees to cooperate with the recipient to enable confirmation of such fax/web/ electronic transaction requests.
- vii. The transmitter accepts that the fax/web/electronic transactions shall not be considered until time stamped as a valid transaction request in the Scheme in line with SEBI regulations.
- viii. In consideration of the recipient from time to time accepting and at its sole discretion acting on any fax/web/electronic transaction request received/purporting to be received from the transmitter, the transmitter agrees to indemnify and keep indemnified the AMC, Directors, employees, agents, representatives of the AMC, Mutual Fund and Trustees from and against all actions, claims, demands, liabilities, obligations, losses, damages, costs and expenses of whatever nature (whether actual or contingent) directly or indirectly suffered or incurred, sustained by or threatened against the indemnified parties whatsoever arising from or in connection with or any way relating to the indemnified parties in good faith accepting and acting on fax/web/electronic transaction requests including relying upon such fax/electronic transaction requests purporting to come from the transmitter even though it may not come from the transmitter.

The AMC reserves the right to discontinue the facility at any point of time.

MODE OF PAYMENT

In case of Resident Investors:

Payment can be made in any of the following modes:

1. Electronic Funds Transfer (EFT) over the internet or by way of direct credit/ RTGS/NEFT to designated scheme collection account by clearly mentioning the name of the investor and application number in the remark.
2. Through MICR cheque / demand draft/ pay order drawn on any bank which is situated at and is member of the Banker's Clearing House /Zone in a city where the application is submitted to a designated Collection Centre (ISC).
3. For Religare Tax Plan, investors residing in centers, where the Religare designated Customer Services Centers are not located, are requested to make payment by demand drafts payable at the center where the application is to be lodged. Demand draft charges will be borne by the AMC. The AMC will not reimburse demand draft charges where the demand draft amount exceed Rs. 50,000/- for purchase of units. The Fund/AMC will not entertain any request for refund of demand draft charges. For other schemes, units will be allotted for amount net of DD charges, at NAV based prices. The Fund/AMC will not entertain any request for refund of demand draft charges.

Applications accompanied by cheques / drafts not fulfilling the above criteria are liable to be rejected.

Note: The AMC, at its discretion at a later date, may choose to alter or add other modes of payment.

In case of NRIs, FIIs:

Reserve Bank of India has granted general permission to Non Resident Indians and Persons of Indian Origin residing abroad (NRIs) / Foreign Institutional Investors (FIIs) to invest in / redeem units of the mutual funds subject to conditions set out in the said regulations. [Schedule 5 of the Foreign Exchange Management (Transfer or Issue of Security by a Person Resident Outside India) Regulations, 2000].

Repatriation Basis

In the case of NRIs, payment may be made either by inward remittance through normal banking channels or out of funds held in his Non - Resident (External) Rupee Account (NRE) / Foreign Currency (Non-Resident) Account (FCNR).

FIIs shall pay their subscription either by inward remittance through normal banking channels or out of funds held in Foreign Currency Account or Non-Resident Rupee Account maintained by the FII with a designated branch of an authorized dealer.

Provided that:

- The FII shall restrict allocation of its total investment between equity and debt instruments (including dated Government Securities and Treasury Bills in the Indian capital market) in the ratio of 70:30; and
- If the FII desires to invest upto 100% in dated Government Securities including Treasury Bills, non-convertible debentures / bonds issued by an Indian company, it shall form a 100% debt fund and get such fund registered with SEBI.

In case Indian Rupee drafts are purchased abroad or from Foreign Currency Accounts or Non-resident Rupee Account, an account debit certificate from the Bank issuing the draft confirming the debit must be enclosed.

Non-repatriation Basis

In the case of NRIs, payment may be made either by inward remittance through normal banking channels or out of funds held in his NRE/FCNR/ Non-Resident Ordinary Rupee Account (NRO). In case Indian rupee drafts are purchased abroad or from Foreign Currency Accounts or Non-Resident Rupee Accounts an account debit certificate from the Bank issuing the draft confirming the debit shall also be enclosed.

FIIs are not allowed to invest on non-repatriable basis.

No Cash, money orders, postal orders and out-station and/or post-

dated cheques (except in case of investment through Systematic Investment Plan) will be accepted. Out-station cheque is a cheque payable at banks which does not participate in the local clearing mechanism of the city where the application is submitted.

Additional mode of payment through Applications Supported by Blocked Amount (ASBA) facility:

Pursuant to SEBI circular vide ref no. SEBI/IMD/CIR No. 18/198647/2010 dated March 15, 2010, an investor can subscribe to the units during New Fund Offer (NFO) through ASBA facility by applying through the ASBA application form and following the procedure as prescribed therein.

ASBA is an application containing an authorization given by the investor to block the application money in his specified bank account towards the subscription of units offered during NFO of scheme(s) of Religare Mutual Fund.

For an investor who applies through ASBA facility, the application money towards the subscription of units will be debited from his specified bank account only if his/her application is selected for allotment of units.

Benefits of Applying through ASBA facility:

- a) Writing cheque and demand draft is not required, as investor needs to submit ASBA application form accompanying an authorization to block the account to the extent of application money towards subscription of units. The balance money, if any, in the investor's specified bank account can be used for other purposes by the investors.
- b) Release/unblocking of blocked funds after allotment is done instantaneously.
- c) Unlike other modes of payment, in ASBA facility, there is no loss of interest income on the application money towards subscription of units as application amount remains in the bank account of the investor till the allotment is made.
- d) Refunds of money to the investors do not arise as the application money towards subscription of units is debited only on the allotment of units.

ASBA Procedure

- i) An investor intending to subscribe to the units during NFO through ASBA shall submit a duly completed ASBA application form to a Self Certified Syndicate Bank (SCSB) with whom his/her bank account is maintained.
- ii) The ASBA Application Form towards the subscription of units can be submitted through one of the following modes:
 - submit the form physically with the Designated Branches (DBs) of SCSB ("Physical ASBA"); or
 - submit the form electronically through the internet banking facility offered by the SCSB ("Electronic ASBA").
- iii) An acknowledgement will be given by the SCSB in the form of the counter foil or specifying the application number for reference. Such acknowledgement does not guarantee, in any manner, that the investors will be allotted the units he has applied for.

Note: If the bank account specified in the ASBA application form does not have sufficient credit balance to meet the application money towards the subscription of units, the Bank will reject the ASBA application form.

- iv) On acceptance of physical or electronic ASBA, the SCSB shall block funds available in the specified bank account to the extent of application money specified in ASBA application Form.
- v) Application money towards the subscription of units shall be blocked in the account until (i) allotment of units is made or (ii) the application is rejected.
- vi) SCSBs shall unblock the bank accounts for (i) transfer of requisite money to the Mutual Fund / scheme bank account against each valid application on allotment or (ii) in case the application is rejected.
- vii) The list of SCSBs and their DBs where ASBA application form can be submitted is available on the websites of BSE (www.bseindia.

com), NSE (www.nseindia.com) and SEBI (www.sebi.gov.in) and shall also be given in the ASBA application form.

Grounds for Technical Rejections of ASBA application forms

ASBA application forms can be rejected, at the discretion of Registrar and Transfer Agent of Religare Mutual Fund or Religare AMC or SCSBs including but not limited on the following grounds:-

- i) Applications by persons not competent to contract under the Indian Contract Act, 1872, including but not limited to minors, insane persons etc.
- ii) Mode of ASBA i.e. either physical ASBA or electronic ASBA is not selected or ticked.
- iii) ASBA application form without the stamp of the SCSB.
- iv) Application by any person outside India if not in compliance with applicable foreign and Indian laws.
- v) Bank account details not given/incorrect details given.
- vi) Duly certified Power of Attorney, if applicable, not submitted along with the ASBA application form.
- vii) No corresponding records available with the Depositories matching the parameters namely (a) Names of the ASBA applicants (including the order of names of joint holders) (b) DP ID (c) Beneficiary account number or any other relevant details pertaining to the Depository account.

Mechanism for Redressal of Investor Grievances:

All grievances relating to the ASBA facility may be addressed to the respective SCSBs, giving complete details such as name & address of the applicant, number of units applied for, counterfoil or the application reference given by the SCSBs, DBs or CBs, amount paid on application and the Designated Branch or the collection centre of the SCSB where the application form was submitted.

If the SCSB has not resolved the grievance, investors should write to Registrar and Transfer Agent, M/s. Karvy Computershare Pvt. Ltd. (Karvy), Hyderabad or to Mr. Surinder Singh Negi, Head - Operations and Customer Services at 3rd Floor, GYS Infinity, Paranjpe 'B' Scheme, Subhash Road, Vile Parle (East), Mumbai - 400 057 at telephone number (022) 67310000. e-mail: surinder.negi@religaremf.com

LIST OF DOCUMENTS TO BE SUBMITTED ALONG WITH THE APPLICATION FORM

HUF/AOP/BOI/SPV

Copy of the constituent documents or formation documents (Legal entity document) duly attested, as applicable.

Non-Residents

1. In case Indian Rupee drafts are purchased abroad or from Foreign Currency Accounts or Non-resident Rupee Account, an account debit certificate from the Bank issuing the draft confirming the certificate.
2. For subscription amount remitted out of debit to the FCNR/NRE Account, an account debit certificate confirming the account type and account number issued by the applicant's banker.

Companies /Body Corporate

1. Certified True Copy of the Memorandum and Articles of Association duly attested by the Company Secretary or any other authorised signatory
2. Certified True Copy of Board Resolution authorizing the investments/disinvestment in Mutual Funds Schemes certified by the Company Secretary or any other authorised signatory
3. List containing names and specimen signatures of the signatories, authorized as per the Board Resolution duly attested by the Bankers/ Director/Company Secretary on the Company's letterhead.
4. Other relevant documents governing the body corporate (in case the body corporate not covered under the Companies Act, 1956).

Partnership Firms

1. Certified True Copy of the Partnership Deed duly attested by any of the partners.
2. List containing names and signatures of the signatories, authorized as per the Partnership Deed duly attested by the Partner/Banker.
3. Copy of the Resolution, signed by the partners, authorising investments/disinvestments in the Fund and corresponding operational procedures.

Trusts

1. Certified True Copy of the Trust Deed duly attested by the Trustee(s)/ Secretary
2. Certified True Copy of the Resolution passed by the Trustee(s) authorizing the investments/disinvestment in Mutual Funds Schemes duly certified by the Trustees/Secretary
3. List of Trustees and the specimen signatures, authorized as per the Trustee Resolution duly attested by the Trustee(s)/Bankers/ Secretary on the letterhead of the Trust.

Co-operative Society

1. Certified True Copy of Registration Certificate duly attested by the Secretary/Office Bearer of the Society.
2. Certified True Copy of the Resolution passed by the Managing Committee authorizing the investments/disinvestment in Mutual Funds Schemes and corresponding operational procedures, duly attested by the Secretary/Office Bearer of the Society
3. List containing names, designation and signatures of the signatories, authorized as per the Resolution duly attested by the Banker/Secretary/Office Bearer on the letterhead of the Society.

Application under Power of Attorney

1. In case of an application under a Power of Attorney (PoA), an applicant must submit a copy of Power of Attorney duly attested by the Notary Public or copy of the PoA along with the Original PoA (Original PoA will be returned after verification) within 7 Business Days of submitting the application form/transaction slip at any of the ISCs.
2. The power of attorney must contain the signatures of applicant (Donor of PoA) and constituted Attorney (Donee of PoA).

Applications are liable to be rejected if the PoA is not submitted within the aforesaid period.

In addition to the documents specified for each category of investor, it would be necessary for each applicant to submit the documents required under normal circumstances like Permanent Account Number (compulsory irrespective of the amount of investment) & KYC Acknowledgement Letter (if investment made is more than Rs.50,000/- and above). Copy of the PAN card should be self attested. Investor should also submit the original PAN card which will be returned across the counter after the verification.

OTHER MANDATORY DISCLOSURES:

BANK DETAILS

In order to protect the interest of Unit holders from fraudulent encashment of cheques, the current SEBI Regulations have made it mandatory for investors to mention their bank name and account number in the Subscription / Redemption request. Hence, all the application for purchase of units must provide the investors bank name, account number, branch address and type of the account. Applications without these details are liable to be rejected. The normal processing time may not be applicable in situations where such details are not

provided by Investors/Unit holders. The AMC will not be responsible for any loss arising out of fraudulent encashment of cheques and / or any delay/loss in transit. Investors are advised to submit the cancelled copy of the cheque or photocopy of the cheque for the purpose of enabling verification of his bank mandate particulars. For all fresh applications made by means of a cheque, where the account on which the cheque is drawn for purchase of units differs from the bank account mandate provided in the application, investors are requested to submit a copy of blank/cancelled cheque of bank mandate account. This condition is also applicable to all purchase transactions made by means of a demand draft. For change of bank mandate requests, investors are requested to submit a copy of cheque of new bank mandate account. In case the application is not accompanied by the cheque copy, the AMC reserves the right to reject the application, also the AMC will not be liable in case the redemption / dividend proceeds are credited to wrong account in absence of above cheque copy. Investors are requested to note that such request for change of bank account mandate will be considered for folio and not for individual scheme. In case of change of bank mandate requests along with redemptions requests, where copy of cheque as requested above is not submitted, Redemption proceeds may be issued/credited to existing bank account mandate.

PERMANENT ACCOUNT NUMBER

SEBI has made it mandatory for all applicants including NRIs (in the case of application in joint names, each of the applicants) to mention his/her Permanent Account Number (PAN) irrespective of the amount of purchase*. Where the applicant is a minor and does not possess his/her own PAN, he/she shall quote the PAN of his/her father or mother or the guardian, as the case may be. However, investors resident in the state of Sikkim, Central Government, State Government, officials appointed by the courts e.g. official liquidator, court receiver etc. (under the category of Government) are exempted from the mandatory requirement of PAN for transacting in securities market. This would be subject to collecting necessary documentary evidence by the AMC/Fund to verify the veracity of the claim.

In order to verify that the PAN of the applicants (in case of application in joint names, each of the applicants) has been duly and correctly quoted therein, the applicants shall attach with the purchase* application, a photocopy of the PAN card duly self-certified along with the original PAN Card. The original PAN Card will be returned immediately across the counter after verification.

* includes fresh/additional purchase, Systematic Investment.

Further, as per the Notification No. 288 dated December 1, 2004, every person who makes payment of an amount of Rs. 50,000/- or more to a Mutual Fund for purchase* of its units should provide PAN.

^ includes fresh/additional purchase, switch, Systematic Investment/Transfer and Dividend Reinvestment.

Since dividend reinvestment of Rs. 50,000/- or more qualifies as purchase of units for the aforesaid Notification, PAN is required to process such reinvestment, failing which dividend reinvestment shall be automatically converted into payout option.

Applications not complying with the above requirement are liable to be rejected.

Additionally, in the event of any application form being subsequently rejected for mismatch of applicant's PAN details with the details on the website of the Income Tax Department, the investment transaction will be cancelled and the amount may be redeemed at the applicable NAV, subject to payment of exit load, if any.

Please contact any of the Investor Service Centres/Karvy/Distributors or visit our website www.religaremf.com for further details.

Exemption for Micro SIPs from the requirement of PAN

SEBI vide its letter ref. no. MRD/DoP/PAN/PM/166999/2009 dated June 19,

2009 has granted exemption from the requirement of Permanent Account Number ("PAN") to Systematic Investment Plans ("SIPs") upto Rs. 50,000/- per year per investor (Micro SIPs). This exemption is subject to following terms & conditions:

1. Micro SIP means Systematic Investment Plans ("SIPs") where aggregate of installments in a rolling 12 month period or in a financial year i.e. April to March does not exceed Rs 50,000/-.
2. The exemption will not be applicable to normal purchase transactions upto Rs. 50,000/- which will continue to be subject to PAN requirement.
3. The exemption will be applicable only to investments by Individuals (including NRIs), Minors and Sole proprietary firms. However, PIOs, HUFs and other categories of investors shall not be eligible for Micro SIPs.
4. Investors (including joint holders) should submit a photocopy of any one of the following (current and valid) photo identification documents ("Supporting Documents") along with Micro SIP applications as proof of identification:
 - o Voter Identity Card;
 - o Driving License;
 - o Government/Defence Identification Card;
 - o Passport;
 - o Photo Ration Card;
 - o Photo Debit Card;
 - o Employee ID cards issued by companies registered with Registrar of Companies;
 - o Photo Identification issued by Bank Managers of Scheduled Commercial Banks/Gazetted Officer/Elected Representatives to the Legislative Assembly/Parliament;
 - o ID card issued to employees of Scheduled Commercial/ State/ District Co-operative Banks;
 - o Senior Citizen/Freedom Fighter ID card issued by Government;
 - o Cards issued by Universities/ deemed Universities or institutes under statutes like ICAI, ICWA, ICSI;
 - o Permanent Retirement Account No. (PRAN) card issued to New Pension System (NPS) subscribers by Central Recordkeeping Agency (Presently NSDL); or
 - o Any other photo ID card issued by Central Government/ State Governments/Municipal authorities/Government organizations like ESIC/EPFO;

Supporting Document furnished as above should be either self-attested by the investor or attested by the Distributor mentioning the ARN number.

5. While making subsequent Micro SIP applications with the Mutual Fund, the investor may quote the existing folio number where a Micro SIP has been registered and therefore need not resubmit the supporting document.
6. The Mutual Fund may reject a Micro SIP application where it is found that the registration of application will result in the aggregate of Micro SIP installments in a financial year exceeding Rs. 50,000/- or where there are deficiencies in Supporting Documents and the investor will be informed accordingly.
7. In case the first Micro SIP installment is processed (as the cheque may be banked) and the application is found to be defective, the Micro SIP registration will be ceased for future installments. Investor will be sent a communication to this effect. No refunds shall be made for the units already allotted. However, redemptions will be allowed.

JOINT HOLDERS

An application can be made by up to a maximum of three applicants. Applicants must specify the 'mode of holding' in the Application Form.

An applicant can hold units either 'Singly' or 'Jointly' or on the basis of 'Anyone or Survivor'. In the case of holding specified as 'Jointly', redemptions and all other requests would have to be signed by all joint holders. However, in cases of holding specified as 'Anyone or Survivor', any one of the Unitholders will have the power to make redemption requests, without it being necessary for all the Unitholders to sign. In case of valid application received without indicating "Mode of holding", it will be considered as "Anyone or Survivor" basis and processed accordingly. However, in all cases, the proceeds of the redemption will be paid to the first-named holder.

In the event an account has more than one registered owner, the first-named holder (as determined by reference to the original application form) shall receive the account statement, all notices and correspondence with respect to the Account, as well as the proceeds of any redemption requests or dividends or other distributions. In addition, such Unitholders shall have the voting rights, as permitted, associated with such Units, as per the applicable guidelines.

In case of death/insolvency of any one or more of the persons named in the Register of Unitholders as the joint holders of any Units, the AMC shall not be bound to recognize any person(s) other than the remaining holders. In all such cases, the proceeds of the Redemption will be paid to the first-named of such remaining Unitholders.

KNOW YOUR CUSTOMER (KYC) REQUIREMENTS

Investors should note that with effect from February 1, 2008, any investor making investment (whether new or additional purchase) of Rs. 50,000/- or more in mutual funds, is required to comply with Know Your Customer (KYC) norms under the Prevention of Money Laundering Act 2002. This will be applicable for investments from individual investors including joint holding institutional customers/other non-institutional investors/investments through Power of Attorney (PoA)/investments of minor through guardian. An investor must quote the KYC Compliance Status of each applicant and attach proof of KYC Compliance.

Please refer to Para on "Know Your Customer (KYC)" requirements on Page 30.

IV. RIGHTS OF UNITHOLDERS OF THE SCHEME

A. Rights of Unitholders:

1. Unitholders of the Scheme have a proportionate right in the beneficial ownership of the assets of the Scheme.
2. When the Mutual Fund declares a dividend under the Scheme, the dividend warrants shall be despatched within 30 days of the declaration of the dividend. Account Statement reflecting the new or additional Subscription as well as Redemption/Switch of Units shall be despatched to the Unitholder within 30 days of the receipt of request. Provided if a Unitholder so desires the Mutual Fund shall issue a Unit certificate (non-transferable) within 30 days of the receipt of request for the certificate.
3. The Mutual Fund shall dispatch Redemption proceeds within 10 Business Days of receiving the Redemption request.
4. The Trustee is bound to make such disclosures to the Unitholders as are essential in order to keep the unitholders informed about any information known to the Trustee which may have a material adverse bearing on their investments.
5. The appointment of the AMC for the Mutual Fund can be terminated by majority of the directors of the Trustee Board or by 75% of the Unitholders of the Scheme.
6. 75% of the Unitholders of a Scheme can pass a resolution to wind-

up a Scheme.

7. The Trustee shall obtain the consent of the Unitholders:
 - whenever required to do so by SEBI, in the interest of the Unitholders.
 - whenever required to do so if a requisition is made by three-fourths of the Unitholders of the Scheme.
 - when the Trustee decides to wind up the Scheme or prematurely redeem the Units.
8. The Trustee shall ensure that no change in the fundamental attributes of any Scheme or the trust or fees and expenses payable or any other change which would modify the Scheme and affects the interest of Unitholders, shall be carried out unless:
 - (i) a written communication about the proposed change is sent to each Unitholder and an advertisement is given in one English daily newspaper having nationwide circulation as well as in a newspaper published in the language of the region where the Head Office of the Mutual Fund is situated; and
 - (ii) the Unitholders are given an option to exit at the prevailing Net Asset Value without any Exit Load.
9. In specific circumstances, where the approval of unitholders is sought on any matter, the same shall be obtained by way of a postal ballot or such other means as may be approved by SEBI.

B. Voting Rights of the Unitholders

Subject to the provisions of the Regulations as amended from time to time, the consent of the Unitholders shall be obtained, entirely at the option of the Trustee, either at a meeting of the Unitholders or through postal ballot. Only one Unitholder in respect of each folio or account representing a holding shall vote and he shall have one vote in respect of each resolution to be passed.

V. INVESTMENT VALUATION NORMS FOR SECURITIES AND OTHER ASSETS

The Mutual Fund shall value its investments according to the valuation norms, as specified in Schedule VIII of the Regulations, or such norms as may be prescribed by SEBI from time to time. The broad valuation norms are detailed below.

- 1) Traded Securities
 - (i) Traded securities (other than Government Securities) will be valued at the last quoted closing price on the National Stock Exchange of India Ltd. (NSEIL).
 - (ii) Security (other than Government Securities) not listed on NSEIL will be valued at the last quoted closing price on the stock exchange where it is principally traded (another stock exchange).
 - (iii) Once a Stock Exchange has been selected for valuation of a particular security, reasons for change of the exchange shall be recorded in writing by the AMC.
 - (iv) When on a particular Valuation Day, a security has not traded on the NSEIL; the value at which it is traded on another stock exchange is used.
 - (v) When a security (other than debt security) is not traded on any stock exchange on a particular valuation day, the value at which it is traded on the selected stock exchange or any other stock exchange, as the case may be, on the earliest previous day may be used provided such date is not more than 30 days prior to the valuation date.
 - (vi) When a debt security (other than Government Securities) is

not traded on any stock exchange on any particular valuation day, the value at which it was traded on the selected stock exchange or any other stock exchange, as the case may be, on the earliest previous day may be used provided such date is not more than fifteen days prior to valuation date.

2) Thinly Traded Securities

(i) Thinly Traded Equity/Equity related securities

When trading in an equity / equity related security (such as convertible debentures, equity warrants, etc.) in a month is both less than Rs. 5 lakhs and the total volume is less than 50,000 shares, it shall be considered as a thinly traded security and valued accordingly. To determine whether a security is thinly traded or not, the volumes traded in all recognised stock exchanges in India may be taken into account.

Where a stock exchange identifies the “thinly traded” securities by applying the above parameters for the preceding calendar month and publishes/provides the required information along with the daily quotations, the same can be used by the scheme.

If the share is not listed on the stock exchanges which provide such information, then it will be obligatory on the part of the Fund to make its own analysis in line with the above criteria to check whether such securities are thinly traded which would then be valued accordingly.

(ii) Thinly Traded Debt securities

A debt security (other than Government Securities) shall be considered as a thinly traded security if on the valuation date, there are no individual trades in that security in marketable lots (currently Rs 5 crore) on the principal stock exchange or any other stock exchange.

3) Non-Traded Securities

(i) Non-traded Equity Security

When a security (other than debt and Government securities) is non-traded on any stock exchange for a period of 30 days prior to the Valuation Day, it will be treated as non-traded security.

(ii) Non-traded Debt Security

When a debt security (other than Government security) is not traded on any stock exchange for a period of 30 days prior to the Valuation Day, it will be treated as non-traded security.

Valuation of Thinly-traded/non-traded Equity Securities

Non-traded/ thinly traded equity securities shall be valued “in good faith” by the asset management company on the basis of the valuation principles laid down below:

Based on the latest available Balance Sheet, net worth shall be calculated as follows:

- Net Worth per share = [share capital + reserves (excluding revaluation reserves) - Miscellaneous expenditure and Debit Balance in P&L A/c] Divided by No. of Paid up Shares.
- Average capitalisation rate (P/E ratio) for the industry based upon either BSE or NSEIL data (which should be followed consistently and changes, if any noted with proper justification thereof) shall be taken and discounted by 75% i.e. only 25% of the Industry average P/E shall be taken as capitalisation rate (P/E ratio). Earnings per share of the latest audited annual accounts will be considered for this purpose.
- The value as per the net worth value per share and the capital earning value calculated as above shall be averaged and further discounted by 10% for illiquidity so as to arrive at the fair value per share.
- In case the EPS is negative, EPS value for that year shall be taken as

zero for arriving at capitalised earning.

- In case where the latest balance sheet of the company is not available within nine months from the close of the year, unless the accounting year is changed, the shares of such companies shall be valued at zero.
- In case an individual security accounts for more than 5% of the total assets of the scheme, an independent valuer shall be appointed for the valuation of the said security.
- To determine if a security accounts for more than 5% of the total assets of the scheme, it should be valued by the procedure above and the proportion which it bears to the total net assets of the scheme to which it belongs would be compared on the date of valuation.

Further, in case trading in an equity security is suspended upto 30 days, then the last traded price would be considered for valuation of that security. If an equity security is suspended for more than 30 days, then the AMC/Trustees will decide the valuation norms to be followed and such norms would be documented and recorded.

4) Valuation of Unlisted Equity Shares:

Unlisted equity shares of a company shall be valued “in good faith” on the basis of the valuation principles laid down below:

- Based on the latest available audited balance sheet, net worth shall be calculated as lower of (i) and (ii) below:
 - Net worth per share = [Paid up share capital plus free reserves (excluding revaluation reserves) minus Miscellaneous expenditure not written off or deferred revenue expenditure, intangible assets and accumulated losses] divided by Number of Paid up Shares.
 - Net worth per share = [Paid up share capital plus consideration on exercise of Option/Warrants received/receivable by the Company plus free reserves (excluding revaluation reserves) minus Miscellaneous expenditure not written off or deferred revenue expenditure, intangible assets and accumulated losses] divided by {Number of Paid up Shares plus Number of Shares that would be obtained on conversion/exercise of Outstanding Warrants and Options}

The lower of (i) and (ii) above shall be used for calculation of net worth per share and for further calculation in (c) below.
 - Average capitalisation rate (P/E ratio) for the industry based upon either BSE or NSE data (which should be followed consistently and changes, if any, noted with proper justification thereof) shall be taken and discounted by 75% i.e. only 25% of the Industry average P/E shall be taken as capitalisation rate (P/E ratio). Earnings per share of the latest audited annual accounts will be considered for this purpose.
 - The value as per the net worth value per share and the capital earning value calculated as above shall be averaged and further discounted by 15% for illiquidity so as to arrive at the fair value per share.
- The above methodology for valuation shall be subject to the following conditions:
- All calculations as aforesaid shall be based on audited accounts.
 - In case where the latest balance sheet of the company is not available within nine months from the close of the year, unless the accounting year is changed, the shares of such companies shall be valued at zero.
 - If the net worth of the company is negative, the share would be marked down to zero.
 - In case the EPS is negative, EPS value for that year shall be taken as zero for arriving at capitalised earning.
 - In case an individual security accounts for more than 5% of the total assets of the scheme, an independent valuer shall be

appointed for the valuation of the said security. To determine if a security accounts for more than 5% of the total assets of the scheme, it should be valued in accordance with the procedure as mentioned above on the date of valuation.

At the discretion of the AMC and with the approval of the trustees, an unlisted equity share may be valued at a price lower than the value derived using the aforesaid methodology.

5) Non-Traded/Thinly Traded Debt Securities

When a debt security (other than Government Securities) is purchased by way of private placement, the value at which it was bought may be used for a period of fifteen days beginning from the date of purchase.

However, taking in to consideration the volatility in the market, it would be valued at cost on the date of purchase only and from the next day, valuation would be carried out like any other non-traded/thinly traded debt security over 182 days to maturity.

Valuation of Non - Traded/Thinly Traded Debt Securities of Upto 182 days to maturity:

As the money market securities are valued on the basis of amortization (cost plus accrued interest till the beginning of the day plus the difference between the redemption value and the cost spread uniformly over the remaining maturity period of the instruments) a similar process should be adopted for non-traded debt securities with residual maturity of upto 182 days, in the absence of any other standard benchmarks in the market. Debt securities purchased with residual maturity of upto 182 days are to be valued at cost (including accrued interest till the beginning of the day) plus the difference between the redemption value (inclusive of interest) and cost spread uniformly over the remaining maturity period of the instrument. In case of a debt security with maturity greater than 182 days at the time of purchase, the last valuation price plus accrued interest should be used instead of purchase cost. All other non-traded Non Government debt instruments shall be valued using the method suggested below.

Valuation of Non - Traded/Thinly Traded Debt Securities of Over 182 days to maturity:

All non-traded/thinly-traded non government debt securities including asset backed securities shall be valued using the method suggested below

- a) For the purpose of valuation, all Non Traded Debt Securities will be classified into "Investment grade" and "Non Investment grade" securities based on their credit ratings. The non-investment grade securities will further be classified as "Performing" and "Non Performing" assets
- b) All Non Government investment grade debt securities, classified as not traded, will be valued on yield to maturity basis, as specified by SEBI circular no. MFD/CIR/8/92/2000 dated September 18, 2000.
- c) All Non Government non investment grade performing debt securities will be valued at a discount of 25% to the face value.
- d) All Non Government non investment grade non performing debt securities will be valued based on the provisioning norms.
- e) The approach in valuation of non traded debt security is based on the concept of using spreads over the benchmark rate to arrive at the yields for pricing the non traded security.
- f) The Yields for pricing the non traded debt security will be arrived at using the process as prescribed in accordance with the SEBI Guidelines for valuation of securities issued vide circular dated 18th September, 2000 bearing reference no. MFD/CIR/8/92/2000.

Investments in call money, bills purchased under rediscounting

scheme and short term deposits with banks will be valued at cost plus accrual. Other money market instruments will be valued at the yield at which they are currently traded. For this purpose, non-traded instruments that are instruments not traded for a period of seven days will be valued at cost plus interest accrued till the beginning of the day plus the difference between the redemption value and the cost spread uniformly over the remaining maturity period of the instruments.

Non-traded T-Bills

Non-traded T-Bills with residual maturity up to 182 days (not traded for more than 15 days or one which would qualify as a thinly traded security), will be valued on straight-line amortization of last traded Yield to Maturity (YTM) or purchased YTM.

Non-traded T-Bills with residual maturity greater than 182 days (not traded for more than 15 days or one which would qualify as a thinly traded security), will be valued at the average of the indicative bid YTM obtained from two Government security brokers failing which at prices provided by FIMMDA or REUTERS or Bloomberg price quotes.

6) Valuation of Convertible Debentures and Bonds

The non-convertible and convertible components of convertible debentures and bonds shall be valued separately. The non-convertible component would be valued on the same basis as would be applicable to a debt instrument. The convertible component shall be valued on the same basis as would be applicable to an equity instrument. If, after conversion the resultant equity instrument would be traded pari passu with an existing instrument, which is traded, the value of later instrument can be adopted after an appropriate discount for the non-tradability of the instrument during the period preceding conversion. While valuing such instruments, the fact whether the conversion is optional will also be factored in.

7) Valuation of Warrants

In respect of warrants to subscribe attached to instruments, the warrants would be valued at the value of the share which would be obtained on exercise of the warrant as reduced by the amount which would be payable on exercise of the warrant. A discount similar to the discount to be determined in respect of convertible debentures shall be deducted to account for the period, which must elapse before the warrant can be exercised.

8) Valuation of Securitised Debt

- Asset backed securities with a residual maturity over 182 days and where the cash flows are variable are valued on the same basis as that for non-traded securities with residual maturity over 182 days.
- Asset backed securities with a residual maturity upto 182 days and where cashflows are variable are valued on the basis of amortisation, the last valued yield being the base for amortisation.

9) Valuation of Government Securities

- (i) Government securities are valued at the prices released by CRISIL, which is currently approved agency suggested by Association of Mutual Funds in India (AMFI). In the event of non-availability of the CRISIL's prices for any reason whatsoever, prices released by FIMMDA will be used. When prices from both the aforesaid sources are not available, Reuters or Bloomberg price quotes (bid price quotes) will be used, failing which the average of the indicative bid price quotes obtained from two Government securities brokers will be used.

Traded Treasury Bills (T-Bills) are to be valued at last traded yield to maturity (YTM) for next 15 days and are to be amortized

at YTM on a straight-line basis from that level.

10) Valuation of Repo

Where an instrument has been bought on a 'Repo' basis, the instrument would be valued at the resale price after deduction of applicable interest upto the date of resale. Where an instrument has been sold on a 'Repo' basis, adjustment would be made for the difference between the repurchase price (after deduction of applicable interest up to date of repurchase) and the value of the instrument. If the repurchase price exceeds the value of the instrument, the depreciation would be provided for, and if the repurchase price is lower than the value of the instrument, credit would be taken for the appreciation.

11) Valuation of "Rights" entitlement

a) Until they are traded, the value of "rights" shares shall be calculated as:

$$Vr = n \div m \times (Pex - Pof)$$

Where Vr = Value of rights

n = no. of rights offered

m = no. of original shares held

Pex = Ex-rights price

Pof = Rights Offer Price

b) Where the rights are not treated pari passu with the existing shares, suitable adjustments shall be made to the value of the rights. Where it is decided not to subscribe for the rights but to renounce them and renunciations are being traded, the rights can be valued at the renunciation value.

12) Money Market Instruments (including Collateralised Borrowing & Lending Obligation)

While investments in Call money, Bills purchased under rediscounting scheme, Collateralised Borrowing & Lending Obligation and short term deposits with banks shall be valued at cost plus accrual; other money market instruments shall be valued at the yield at which they are currently traded. Non-traded money market instruments (i.e. instrument not traded for 7 days) are valued at cost/last valuation price (including accrued interest till the beginning of the day) plus the difference between the redemption value (inclusive of interest) and cost/last valuation price, spread uniformly over the remaining maturity period of the instrument.

13) Valuation of Derivative Products

a) The traded derivatives shall be valued at market price in conformity with the stipulations of sub clauses (i) to (v) of clause 1 of the Eighth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended by SEBI Circular No.MFD/CIR/8/92/2000 and MFD/CIR/14/088/2001 dated September 18, 2000 and March 28, 2001 respectively.

b) The valuation of untraded derivatives shall be done in accordance with the valuation method for untraded investments prescribed in sub clauses (i) and (ii) of clause 2 of the Eighth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended by SEBI Circular No.MFD/CIR/8/92/2000 and MFD/CIR/14/088/2001 dated September 18, 2000 and March 28, 2001 respectively.

RBI vide its circular no. MPD.BC.191/07.01.279/1999-2000 dated November 1, 1999 has permitted mutual funds to enter into Interest Rate Swaps/Forward Rate Agreement for hedging and portfolio balancing. As per RBI circular no MPD.BC.187/07.01.279/1999-2000 dated July 7, 1999 it specifies that "the Swap that is accounted for like a hedge should be accounted for on accrual basis except the swap designated with an asset or liability that is carried at market value or lower of cost or market value in the financial statements. In that

case the swap should be marked to market with the resulting gain or loss recorded as an adjustment to the market value of designated asset or liability."

As per the said circular, swaps less than 6 months to be amortised and more than six months has to be valued/marked to market.

The valuation methods have not been prescribed either by RBI, SEBI or AMFI and as per Eighth Schedule of SEBI Regulation, the security should be marked to market and the Mutual Fund should adopt fair valuation methods.

14) Valuation of Securities with Put/Call Options

The option embedded securities would be valued as follows:

(i) Securities with call option:

➤ The securities with call option shall be valued at the lower of the value as obtained by valuing the security to final maturity and valuing the security to call option.

➤ In case there are multiple call options, the lower of the value obtained by valuing the security to the various call dates and valuing to the maturity date is to be taken as the value of the instrument.

(ii) Securities with Put option:

➤ The securities with single put option shall be valued at the higher of the value as obtained by valuing the security to final maturity and valuing the security to put option.

➤ In case there are multiple put options, the higher of the value obtained by valuing security to the various put dates and valuing to the maturity date is to be taken as the value of the instruments.

(iii) Securities with both Put and Call option on the same day.

The securities with both Put and Call option on the same day would be deemed to mature on the Put/Call day and would be valued accordingly.

15) Illiquid Securities

a) Aggregate value of "illiquid securities" of scheme, which are defined as non-traded, thinly traded and unlisted equity shares, shall not exceed 15% of the total assets of the scheme and any illiquid securities held above 15% of the total assets shall be assigned zero value.

b) All funds shall disclose as on March 31 and September 30 the scheme-wise total illiquid securities in value and percentage of the net assets while making disclosures of half yearly portfolios to the unitholders. In the list of investments, an asterisk mark shall also be given against all such investments which are recognised as illiquid securities.

c) Mutual Funds can not transfer illiquid securities among their schemes.

d) In respect of closed ended funds, for the purpose of valuation of illiquid securities, the limits of 15% and 20% applicable to open-ended funds should be increased to 20% and 25% respectively.

16) Valuation of investment in overseas mutual funds or unit trusts

The investments in units/securities issued by overseas mutual funds or unit trusts will be valued based on the applicable NAV for the day available from the stock exchange or mutual fund. In case NAV is not available for the day upto 5:30 p.m. (IST), valuation will be done based on the previous day's NAV.

17) Valuation - Foreign Securities

There are no specific SEBI guidelines on valuation of foreign securities, the following policy will be followed for valuation of foreign securities:

On the valuation Date, the securities issued outside India and listed on the stock exchanges outside India shall be valued at the closing price on the stock exchange at which it is listed or at the last available traded price. However in case a security is listed on more than one stock exchange, the AMC reserves the right to determine the stock exchange, the price of which would be used for the purpose of valuation of that security. Any subsequent change in the reference stock exchange used for valuation will be backed by reasons for such change being recorded in writing by the AMC. Further in case of extreme volatility in the overseas markets, the securities listed in those markets may be valued on a fair value basis.

In the absence of prices on any exchange on the concerned valuation date, the price prevailing at the close of business on the previous date shall be used for valuation provided that such previous date is not more than 30 days prior to the date of valuation.

In case of investments in foreign debt securities, the securities shall be valued in line with the valuation norms specified by SEBI for Indian debt securities. However, in case the valuation for a specific debt security is not covered under the Regulations, the same will be valued on fair value basis.

However, the AMC reserves the right to choose the price for valuation of ADRs /GDRs /other foreign securities which may be different from the procedure given above depending upon the prevailing circumstances, the intention being to provide fair valuation to the investors of the Scheme.

On the Valuation Day, all assets and liabilities denominated in foreign currency will be valued in Indian Rupees at the exchange rate available on Bloomberg/Reuters/RBI at the close of banking hours in India. The Trustees reserve the right to change the source for determining the exchange rate. The exchange gain/loss resulting from the aforesaid conversion shall be recognized as unrealized exchange gain/loss in the books of the Scheme on the day of valuation.

Further, the exchange gain/loss resulting from the settlement of assets/liabilities denominated in foreign currency shall be recognized as realized exchange gain/loss in the books of the scheme on the settlement of such assets/liabilities.

18) Valuation of Gold:

Since physical gold and other permitted instruments linked to gold are denominated in gold tonnage, it will be valued based on the market price of gold in the domestic market and will be marked to market on a daily basis. The market price of gold in the domestic market on any business day would be arrived at as under:

Domestic price of gold = (London Bullion Market Association AM fixing in US\$/ounce X conversion factor for converting ounce into kg for 0.995 fineness X rate for US\$ into INR) + custom duty for import of gold + sales tax/octroi and other levies applicable.

The Trustees reserve the right to change the source (centre) for determining the exchange rate. The AMC shall record in writing the reason for change in the source for determining the exchange rate.

19) Accrual of Expenses and Income

All expenses and incomes accrued up to the valuation date shall be considered for computation of NAV. For this purpose, major expenses like management fees and other periodic expenses would be accrued on a day to day basis. The minor expenses and income will be accrued on a periodic basis, provided the non-daily accrual does not affect the NAV calculations by more than 1%.

20) Changes in securities and in number of units

Any changes in securities and in the number of units shall be recorded in the books not later than the first valuation date following the date of transaction. If this is not possible given the frequency of the Net Asset Value disclosure, the recording may

be delayed upto a period of seven days following the date of the transaction, provided that as a result of the non-recording, the Net Asset Value calculations shall not be affected by more than 1%.

In case the Net Asset Value of a scheme differs by more than 1%, due to non-recording of the transactions, the investors or scheme/s as the case may be, shall be paid the difference in amount as follows:-

- (i) If the investors are allotted units at a price higher than Net Asset Value or are given a price lower than Net Asset Value at the time of sale of their units, they shall be paid the difference in amount by the scheme.
- (ii) If the investors are charged lower Net Asset Value at the time of purchase of their units or are given higher Net Asset Value at the time of sale of their units, AMC shall pay the difference in amount to the scheme. The AMC may recover the difference from the investors

The valuation guidelines as outlined above are as per prevailing Regulations and are subject to change from time to time in conformity with changes made by SEBI.

Valuation of Debt & Money Market Instruments with effect from August 1, 2010

Pursuant to SEBI circular vide ref. no. SEBI/IMD/CIR No.16/193388/2010 dated February 2, 2010 and SEBI circular vide ref. no. Cir/IMD/DF/4/2010 dated June 21, 2010 the valuation norms for Debt and Money market instruments shall be modified with effect from August 1, 2010, as under:

- I. Valuation of money market and debt securities with residual maturity of upto 91 days:
All money market and debt securities, including floating rate securities, with residual maturity of upto 91 days shall be valued at the weighted average price at which they are traded on the particular valuation day.
When such securities are not traded on a particular valuation day they shall be valued on amortization basis. It is further clarified that in case of floating rate securities with floor and caps on coupon rate and residual maturity of upto 91 days then those shall be valued on amortization basis taking the coupon rate as floor.
- II. Valuation of money market and debt securities with residual maturity of over 91 days:
All money market and debt securities, including floating rate securities, with residual maturity of over 91 days shall be valued at weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day they shall be valued at benchmark yield/ matrix of spread over risk free benchmark yield obtained from agency(ies) entrusted for the said purpose by AMFI.
- III. Valuation of securities not covered under the current valuation policy:
In case of securities purchased by mutual fund do not fall within the aforesaid framework of the valuation of securities then the same shall be reported to AMFI. Till AMFI makes provisions to cover such securities in the valuation of securities framework, the mutual fund shall value such securities using proprietary model approved by independent trustees and the statutory auditors.
Further, at the time of investment, AMC shall ensure that the total exposure in such securities does not exceed 5% of the total AUM of the Scheme.

NAV of units under the Scheme shall be calculated as shown below:

$$\text{NAV (Rs.)} = \frac{\text{Market or Fair Value of Scheme's Investments} + \text{Current Assets including Accrued Income} - \text{Current Liabilities and Provisions}}{\text{No. of Units outstanding under Scheme on the Valuation Day}}$$

The NAV of the Growth Option and the Dividend Option will be different after the declaration of the first dividend.

V. TAX & LEGAL & GENERAL INFORMATION

Taxation on investing in Mutual Funds

The information set out below outlines the tax implications with respect to the Unit holders of the Scheme and with respect to the Mutual Fund and is based on relevant provisions of the Indian Income Tax Act, 1961, Wealth Tax Act, 1957 and Gift Tax Act, 1958 (collectively known as “the relevant provisions”), and prevailing as on June 28, 2010.

Since the information below is based on the relevant provisions as on June 28, 2010 any subsequent changes in the relevant provisions could affect tax implications.

Jitendra Sanghavi & Co. does not make any representation on the procedures for ascertaining the tax implications nor do they make any representations regarding any legal interpretations. Further, except for the above procedure, Jitendra Sanghavi & Co. has not performed any other services in connection with any other data or information included in the Statement of Additional Information.

THE FOLLOWING INFORMATION IS PROVIDED FOR GENERAL INFORMATION PURPOSES ONLY AND IS NOT EXHAUSTIVE. THERE CAN BE NO ASSURANCE THAT THE TAX POSITION OR THE PROPOSED TAX POSITION WILL REMAIN SAME. IT IS NEITHER DESIGNED NOR INTENDED TO BE A SUBSTITUTE FOR PROFESSIONAL ADVICE. IN VIEW OF THE INDIVIDUAL NATURE OF TAX IMPLICATIONS, EACH INVESTOR IS ADVISED TO CONSULT HIS OR HER OWN TAX ADVISER WITH RESPECT TO THE SPECIFIC TAX IMPLICATIONS ARISING OUT OF HIS OR HER PARTICIPATION IN THE SCHEME.

I. For the Unitholders

- Dividend income from Mutual Fund received by Unitholders would be tax free in the hands of the Unitholders as per the provisions of section 10(35) of the Income-tax Act, 1961 (the Act).
- The characterization of gains/losses arising from sale/transfer of units as capital gains or business income would depend on the classification of the said units by the unit holder. It would depend on whether the unit holder has classified such units as capital assets or as stock in trade.
- Under Section 2(29A) of the Act, read with section 2(42A) of the Act, a unit of a Mutual Fund is treated as a long term capital asset if the same is held for more than 12 months. If the unit is held for 12 months or less, the same is treated as a short term capital asset.
- Taxation of Long Term Capital Gains**
Under Section 112 of the Act, capital gains arising on the transfer of long term capital assets are subject to tax at the rate of 20%. The capital gains will be computed by deducting expenditure incurred in connection with such transfer and indexed cost of acquisition of the unit from the sale consideration. Further, the maximum tax payable on long term capital gains on such units is restricted to 10% of capital gains calculated without indexation of the cost of acquisition.
However, as per section 10(38) of the Act, long term capital gain arising from the sale of a unit of an equity oriented fund is exempt from tax. In such cases, at the time of sale of units (redemption) the unit holder will have to pay a Securities Transaction Tax (STT) of 0.25% of the sale / redemption value.
The income by way of long term capital gains of a company would be taken into account in computing the book profits and Minimum Alternate Tax payable, if any, u/s 115JB of the Act (irrespective of whether it is exempt u/s 10(38)).
Further, in case of an individual or HUF where the total income as reduced by the long term capital gains is below the maximum amount not chargeable to tax i.e. Rs. 160,000 in case of all individuals, to Rs. 190,000 in case of women and to Rs.240,000 in case of senior citizens, the long term capital gains shall be reduced to the extent of the shortfall and only the balance long term capital gains will be subject to the flat

rate of taxation.

- Taxation of Short Term Capital Gains**
Short term capital gains arising to a unit holder will be taxed at the normal rate applicable to that unit holder as per the provisions of the Act. The capital gains will be computed by deducting expenditure incurred in connection with such transfer and cost of acquisition of the unit from the sale consideration.
The taxable/total income and the tax payable arising from short term capital gains shall be computed in accordance with the tax rates applicable to the investor.
However, as per section 111A of the Act, short term capital gain arising from the sale of a unit of an equity oriented fund is taxable at the rate of 15%. In such cases, at the time of sale of units (redemption) the unit holder will have to pay STT of 0.25% of the sale / redemption value.
Further, in case of an individual or HUF, being a resident, where the total income as reduced by the short term capital gains as per section 111A is below the maximum amount not chargeable to tax i.e. Rs. 160,000 in case of all individuals, to Rs. 190,000 in case of women and to Rs.240,000 in case of senior citizens, the short term capital gains as per section 111A shall be reduced to the extent of the shortfall and only the balance short term capital gains as per section 111A will be subject to the flat rate of taxation.
- For the purposes of point 4 and 5 above,
An “equity oriented fund” is a fund where the investible funds are invested in equity shares of domestic companies to the extent of more than 65% of the total proceeds of such fund.
In addition to the aforesaid tax, surcharge at the following rates is also payable:
In case of foreign companies at the rate of 2.5% where the total income exceeds Rs.10,000,000
In case of domestic company at the rate of 7.5% where the total income exceeds Rs.10,000,000
In the case of an individual, HUF, Association of Persons (“AOP”) or firm, surcharge is NIL.
An education cess of 3% (inclusive of 1% of additional cess for Secondary and Higher education) on total income tax payable (including surcharge) is payable by all categories of taxpayers.
- The capital loss resulting from sale of units would be available for setting off against other capital gains made by the investor and would reduce the tax liability of the investor to that extent. However, losses on transfer of long term capital assets would be allowed to be set-off only against gains from transfer of long-term capital assets and the balance long-term capital loss shall be carried forward separately for a period of eight assessment years to be set off only against long-term capital gains. Further, as the long-term capital gains on sale of units of equity oriented fund are exempt from tax the losses from such units may not be allowed to be set off against other gains.
- Switching between units of a scheme will be effected by way of redemption of units of the relevant option and reinvestment of the redemption proceeds in the other units selected by the unit holder. Hence switching will attract the same implications as applicable on transfer of such units.
- In terms of the provisions of section 80C of the Act, an Individual or a HUF is entitled to claim a deduction for investments made in specified securities etc. up to a maximum amount of Rs. 100,000. Subscription to any units of any Mutual Fund notified under clause (23D) of section 10 of the Act qualifies for deduction under section 80C of the Act.
The Central Government has notified the Equity Linked Savings Scheme, 2005 (“ELSS, 2005”) in this regard vide Notification No. 226 dated November 3, 2005 as amended by Notification No. 259 dated December 13, 2005.
The investors would be entitled to the benefit under section

80C of the Act for investments made under such schemes of the Fund, which are in accordance with ELSS 2005, subject to the aggregate limit of Rs.100,000 provided under section 80C of the Act.

10. Where a person buys any units within a period of three months before the record date and sells such units within nine months after such date, the dividend income on such units being exempt from tax, then the capital loss, if any, on such sale to the extent of dividend income cannot be set off against other gains.
11. Where a person buys units (original units) within a period of three months before the record date, receives bonus units on such original units, and then sells the original units within a period of nine months from the record date and continues to hold the bonus units, then the loss incurred on the original units shall not be allowed to be set off against other profits but shall be deemed to be the cost of acquisition of the bonus units.
12. However, in cases which are not covered by clause 10 above, the cost of acquisition of bonus units for the investors would be NIL, as provided by section 55(2) of the Act.
13. The long term capital gains on transfer of units would be exempt from tax under Section 54EC of the Act, subject to fulfillment of certain conditions specified in the section. This section requires investments in specified bonds. However, if the amount invested is less than the capital gains realized, only proportionate capital gains would be exempt from tax.
14. At the time of sale of Units of an equity oriented fund to the Mutual Fund (ie Redemption / repurchase of Units by the fund), the Unitholder is required to pay a STT of 0.25 per cent on the value of the sale, which will be collected by the Mutual Fund and deposited into the Government treasury. No deduction would be allowed for STT while calculating capital gains. Where the units are treated as stock in trade and the profits arising from the sale of units are taxed under the head "Profits & Gains of business or profession", the STT paid by the unit holder would be allowed as deduction under section 36 (i) (xv) of the Act in computing the total income under the head "Profits or gains of business or profession".
15. Long-term capital gains of notified FIIs (specified as FIIs by the government) arising on sale/repurchase of equity shares and units, held for a period of more than twelve months, would be taxed at the rate of 10% under Section 115AD of the Act (subject to the exemption of tax on long-term capital gains provided for in Sec. 10(38) of the Act, discussed elsewhere in this document). The said tax rate would be increased by a surcharge of 10% in case of corporate assessees. Further, an education cess of 3% would be charged on amount of tax inclusive of surcharge. Such gains would be calculated without inflation index and currency fluctuations. Short-term capital gains arising on sale/repurchase of units would be taxed at 30% (15% if such short term capital gains are of the nature referred in section 111A of the Act, discussed elsewhere in this document). The said applicable tax rate would be increased by 10% surcharge in case of corporate asseses. Further an education cess of 3% would be charged on amount of tax inclusive of surcharge.
16. As per the provisions of Section 194K and 196A of the Act, no deduction of tax at source shall be made from income credited or paid by a mutual fund to a resident Unit holder.
17. As per circular no. 715 dated August 8, 1995 issued by the CBDT in case of resident Unitholders, no tax is required to be deducted at source from capital gains arising at the time of repurchase or redemption of the units.

Under Section 195 of the Act in case of schemes other than

equity oriented scheme, the Mutual Fund is required to deduct tax at source at the rate of 20% on any long-term capital gains arising from units chargeable to tax if the payee Unitholder is a non-resident. In respect to short-term capital gains, tax is required to be deducted at source at the rate of 30% if the payee Unitholder is a non-resident non-corporate and at the rate of 40% if the payee Unitholder is a foreign company in case of schemes other than equity oriented scheme.

However, with respect to short-term capital gains arising from sale of equity oriented schemes, tax is required to be deducted at the rate of 15%. No deduction of tax is required to be made from long term capital gains arising to non residents from sale of units of equity oriented schemes.

In addition to the aforesaid tax, surcharge at the following rates is also payable:

In case of foreign companies at the rate of 2.5% where the total income exceeds Rs.10,000,000 in the case of an individual, HUF or Association of Persons ('AOP') and artificial juridical person, surcharge is NIL

An education cess of 3% (inclusive of 1% of additional cess for Secondary and Higher education) on total income tax payable (including surcharge) is payable by all categories of taxpayers.

18. Under section 196D of the Act, no tax is required to be deducted at source on income by way of capital gains earned by a Foreign Institutional Investor (FII).
19. As per circular no. 728 dated October 30, 1995 issued by the CBDT, in the case of a remittance to a country with which a Double Tax Avoidance Agreement (DTAA) is in force, the tax should be deducted at the rate provided in the Finance Act of the relevant year or at the rate provided in the DTAA, whichever is more beneficial to the assessee. In order for the Unitholder to obtain the benefit of a lower rate available under a DTAA, the Unitholder will be required to provide the Mutual Fund with a certificate obtained from his Assessing Officer stating his eligibility for the lower rate.
20. As per Section 206AA of the Act, w.e.f 1 April 2010, every person who is entitled to receive any sum or income or amount on which tax is deductible at source, is required to furnish the Permanent Account Number (PAN) to the person responsible for deducting such tax, failing which tax shall be deducted at the rates as per the Act or rates in force or 20% whichever is higher.
21. Mutual Fund units are exempt from wealth tax since they are not treated as an asset for wealth tax purposes as per section 2(ea) of Wealth Tax Act, 1957.
22. Since the provisions of the Gift Tax Act, 1958 have ceased to apply with effect from October 1, 1998, gift of units of mutual funds made on or after October 1, 1998 will not be liable to Gift Tax under the Gift Tax Act, 1958. However, pursuant to the Finance Act, 2009, Section 56 of the Income Tax Act has been amended to provide that the value of any property, including units of mutual funds, received without consideration or for inadequate consideration on or after October 1, 2009 (from persons or in situations other than those exempted under Section 56(2)(vii) of the Act) will be included in the computation of total income of the recipient and be subject to tax.

II. For the Mutual Fund

1. Religare Mutual Fund is a Mutual Fund registered with SEBI and as such is eligible for benefits under Section 10(23D) of the Act. Accordingly, its entire income is exempt from tax.
2. Mutual Funds (other than equity oriented funds) are required to pay dividend distribution tax at the rate of 13.8406% (including surcharge @7.5%, education cess @2% and Secondary and higher education cess at the rate of 1%), in the case of distributions to individuals and HUFs. An increased rate of 22.145% (including surcharge @7.5%, education cess @2% and Secondary and higher education cess at the rate of

1. Money market mutual fund means a money market mutual fund as defined in sub-clause (p) of clause 2 of the SEBI (Mutual Funds) Regulations, 1996.

2. "liquid fund" means a scheme or plan of a mutual fund which is classified by the SEBI as a liquid fund in accordance with the guidelines issued by it in this behalf under the SEBI Act, 1992 or regulations made thereunder.

1%) is applicable for distributions made to persons other than an individual or a HUF.

3. Mutual funds which are 'Money Market Mutual Fund' or 'Liquid Fund' are required to pay dividend distribution tax at the rate of 27.6813% (including surcharge @7.5%, education cess @2% and Secondary and higher education cess at the rate of 1%).
4. Securities Transaction Tax ("STT") is applicable on transactions of purchase or sale of equity shares in a company or a derivative or units of Equity Oriented Fund entered into on a recognized stock exchange and sale of units of Equity Oriented Fund to the Mutual Fund.

The STT rates as applicable from June 1, 2005 are given in the following table:

Taxable Securities Transaction	Rate	Payable by
1 Purchase of an equity share in a company or a unit of an equity oriented fund, where – (a) the transaction such purchase is entered into in a recognized stock exchange; and (b) the contract of the purchase of such share is settled by the actual delivery or transfer of such share.	0.125%	Buyer
2 Sale of an equity share in a company, or a unit of an equity oriented fund, where – (a) the transaction of such sale is entered into in a recognized stock exchange; and (b) the contract for the sale of such share is settled by the actual delivery or transfer of such share.	0.125%	Seller
3 Sale of an equity share in a company, or a unit of an equity oriented fund, where – (a) the transaction of such sale is entered into in a recognized stock exchange; and (b) the contract for the sale of such share is settled otherwise than by the actual delivery or transfer of such share.	0.025%	Seller
4 (a) Sale of an option in securities (w.e.f 01.06.2008)	0.017% of option premium	Seller
(b) Sale of Option in securities, where option is exercised (w.e.f 01.06.2008)	0.125% of the settlement price	Purchaser
(c) Sale of futures in securities (w.e.f 01.06.2008)	0.017%	Seller
5 Sale of unit of an equity oriented fund to the Mutual Fund.	0.25%	Seller

The above Statement of Possible Direct Tax Benefits / Consequences sets out the provisions of law in a summary manner only and is not a complete analysis or listing of all potential tax consequences of the purchase, ownership and disposal of mutual fund units. The statements made above are based on the tax laws in force and Chapter VII of the Finance (No. 2) Act, 2004, pertaining to Securities Transaction Tax as interpreted by the relevant taxation authorities as of date. Investors/Unit Holders are advised to consult their tax advisors with respect to the tax consequences of the purchase, ownership and disposal of mutual fund units.

B. LEGAL INFORMATION

NOMINATION FACILITY

Pursuant to Regulation 29A of the SEBI (MF) Regulations, the Fund/AMC is providing an option to the Unitholder to nominate (in the manner prescribed under the Regulations), a person(s) in whom the Units held by him shall vest in the event of his death. Unitholders can, at the time of making an application or subsequently by writing to an ISC, request for a nomination form in order to nominate one or more person(s) per folio to receive the Units upon his/her/their death, subject to the completion of certain necessary formalities as may be prescribed by the Fund/AMC. Where the Units are held jointly, the joint Unitholders may together

nominate a person(s) in whom all the rights in the Units shall vest in the event of death of all the joint holders. In that case, all the joint holders must sign the nomination form. Unit holders can make nomination at folio level or at scheme level.

By provision of this facility, the AMC is not in any way attempting to grant any rights other than those granted by law to the nominee(s). It is hereby clarified that the nominees(s) under the nomination facility provided herein shall not necessarily acquire any title or beneficial interest in the property by virtue of this nomination. The nominee(s) shall receive the Units only as an agent/trustee and will hold the Units in trust for and on behalf of the estate of the original Unitholder(s) and his/her/their legal heirs or legatees as the case may be.

Nomination can be made only by individuals on their own behalf, either singly or jointly. The Unitholder(s) can nominate an individual(s) including a minor(s) [in that event, the name and address of the guardian of the minor nominee shall be provided by the Unitholder(s)]. Nomination can also be in favour of the Central Government, State Government, a local authority, any person designated by virtue of his office or a religious or charitable trust. The Nominee shall not be a trust other than a religious or charitable trust, society, body corporate, partnership firm, Karta of Hindu Undivided Family or a Power of Attorney holder. A non-resident Indian can be a Nominee subject to the exchange controls in force from time to time. Non-individuals including society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family, holder of Power of Attorney cannot nominate.

Nomination can be made for maximum of three nominees. The AMC/ Fund may prescribe separate form for multiple nominations. In case of multiple nominees, the percentage of allocation/share in favour of each of the nominees should be indicated against their name and such allocation/share should be in whole numbers without any decimals making a total of 100 percent. In the event of Unitholders not indicating the percentage of allocation/share for each of the nominees, the Fund/ AMC by invoking default option shall settle the claim equally amongst all the nominees. The decision of the AMC with respect to treatment of nomination shall be final and binding on nominees.

A nomination in respect of Units will be treated as rescinded upon the redemption of the Units. Cancellation of a nomination can be made only by the Unitholder(s) who made the original nomination and must be notified in writing. On receipt of a valid cancellation, the nomination shall be treated as rescinded and the Fund/AMC shall not be under any obligation to transfer the Units in favour of the nominee.

The Fund/AMC shall have the right to ask for any additional information/ documentation as it may deem necessary to satisfy itself as to the identity of the nominee/claimant. The Fund/AMC shall, subject to production of such evidence which in their opinion is sufficient (including but not limited to procuring an Indemnity Bond), proceed to effect transfer of Units/ payment to the nominee of the redemption proceeds and such transfer or payment shall discharge the Fund/AMC/Trustee of all liability towards the estate of the deceased Unitholder and his/her legal heirs or legatees. The Fund, the AMC and the Trustee are entitled to be indemnified from the deceased Unitholder's estate against any liabilities whatsoever that any of them may suffer or incur in connection with a nomination.

It should be noted that in case of Equity Linked Savings Scheme (ELSS), in the event of death of the Unitholder, the nominee or legal heir, (subject to production of requisite documentary evidence to the satisfaction of the AMC) as the case may be, shall be able to redeem the investment only after the completion of one year or anytime thereafter, from the date of allotment of the Units to the deceased Unitholder.

The nomination details as registered with the Depository Participant shall be applicable to Unit holders who are holding units in Demat mode.

UNCLAIMED REDEMPTION AND DIVIDEND AMOUNTS

As per SEBI circular no. MFD/IMD/CIR/9/120/2000 dated November 24, 2000 the unclaimed redemption and dividend amounts may be deployed

by the Mutual Fund in call money market or money market instruments only and the investors who claim these amounts during a period of three years from the due date shall be paid at the prevailing Net Asset Value. After a period of three years, this amount can be transferred to a pool account and the investors can claim the amount at NAV prevailing at the end of the third year. The income earned on such funds can be used for the purpose of investor education. It should be specifically noted that the AMC would make a continuous effort to remind the investors through letters to take their unclaimed amounts. Further, the investment management fee charged by the AMC for managing unclaimed amounts shall not exceed 50 basis points. The details of such unclaimed amount and number of such investors for each scheme shall be disclosed in the annual report.

PREVENTION OF MONEY LAUNDERING

Prevention of Money Laundering Act, 2002 (hereinafter referred to as "Act") came into effect from July 1, 2005 vide Notification No. GSR 436(E) dated July 1, 2005 issued by Department of Revenue, Ministry of Finance, Government of India. Further, SEBI vide its circular reference number ISD/CIR/RR/AML/1/06 dated January 18, 2006 mandated that all intermediaries including Mutual Funds should formulate and implement a proper policy framework as per the guidelines on anti money laundering measures and also to adopt a Know Your Customer (KYC) policy. The intermediaries may, according to their requirements specify additional disclosures to be made by clients for the purpose of identifying, monitoring and reporting incidents of money laundering and suspicious transactions undertaken by clients. SEBI also issued another circular reference no. ISD/CIR/RR/AML/2/06 dated March 20, 2006 advising all intermediaries to take necessary steps to ensure compliance with the requirement of section 12 of the Act inter-alia maintenance and preservation of records and reporting of information relating to cash and suspicious transactions to Financial Intelligence Unit-India (FIU-IND), New Delhi.

The investor(s) should ensure that the amount invested in the scheme is through legitimate sources only and does not involve and is not designated for the purpose of any contravention or evasion of the provisions of the Income-tax Act, Prevention of Money Laundering Act, Prevention of Corruption Act and/or any other applicable law in force and also any laws enacted by the Government of India from time to time or any rules, regulations, notifications or directions issued thereunder.

To ensure appropriate identification of the investor(s) under its KYC policy and with a view to monitor transactions for the prevention of money laundering, Religare Asset Management Company Private Limited ("the AMC")/Religare Mutual Fund ("the Mutual Fund") reserves the right to seek information, record investor's telephonic calls and/or obtain and retain documentation for establishing the identity of the investor, proof of residence, source of funds, etc. It may re-verify identity and obtain any incomplete or additional information for this purpose.

The investor(s) and their attorney, if any, shall produce reliable, independent source documents such as photographs, certified copies of ration card/passport/driving license/PAN card, etc. and/or such documents or produce such information as may be required from time to time for verification of the identity, residential address and financial information of the investor(s) by the AMC/Mutual Fund. If the investor(s) or the person making payment on behalf of the investor(s), refuses/fails to provide the required documents/information within the period specified in the communication(s) sent by the AMC to the investor(s) then the AMC, after applying appropriate due diligence measures, believes that the transaction is suspicious in nature within the purview of the Act and SEBI circulars issued from time to time and/or on account of deficiencies in the documentation, shall have absolute discretion to report suspicious transactions to FIU-IND and/or to freeze the folios of the investor(s), reject any application(s)/allotment of units and effect mandatory redemption of unit holdings of the investor(s) at the applicable NAV subject to payment of exit load, if any, in terms of the said communication sent by the AMC to the investor(s) in this regard.

The KYC documentation shall also be mandatorily complied with by the holders entering the Register of Unit holders by virtue of operation of law e.g. transmission, etc.

Religare Mutual Fund, Religare Asset Management Company Limited, Religare Trustee Company Limited and their Directors, employees and agents shall not be liable in any manner for any claims arising whatsoever on account of freezing the folios/rejection of any application/allotment of units or mandatory redemption of units due to non-compliance with the provisions of the Act, SEBI circular(s) and KYC policy and/or where the AMC believes that transaction is suspicious in nature within the purview of the Act and SEBI circular(s) and reporting the same to FIU-IND.

KNOW YOUR CUSTOMER (KYC) REQUIREMENTS

The Prevention of Money Laundering Act, 2002, the Rules issued there under and the guidelines/circulars pertaining to Anti Money Laundering, released by SEBI (AML Laws), require intermediaries, including Mutual Funds, to inter-alia formulate and implement Client Identification Programme, verify and maintain the record of identity and address(es) of investors etc. To facilitate uniform implementation of these guidelines, AMFI had circulated Client Identification implementation procedure to all the Mutual Funds. CDSL Ventures Ltd. ("CVL") has been appointed as 'Central Agency' by the Mutual Fund Industry to collect the documents relating to identity and address from the investors.

With effect from February 1, 2008, any investor making investment (whether new or additional purchase) of Rs. 50,000/- or more in mutual funds, is required to comply with Know Your Customer (KYC) norms under the Prevention of Money Laundering Act 2002. This will be applicable for investments from individual investors including joint holding/institutional customers/other non-institutional investors/investments through Power of Attorney (PoA)/investments of minor through guardian. The KYC requirements can be completed by filling up the prescribed form (KYC Form) and submitting the same along with all other prescribed documents (like attested true copies of supporting documents relating to proof of identity and address or verification with the original) to a designated Point of Service (PoS). On submission of KYC Form, documents and information to the satisfaction of the PoS, the investor will be issued a provisional KYC Acknowledgement Letter across the counter. The KYC Form is available at our website (www.religaremf.com) and at the AMFI website (www.amfiindia.com). PoS are the designated centres appointed by the Central Agency for receiving application forms, processing data. PoS will provide to the investors with evidence of KYC Compliance. List of and location of PoS is available at www.religaremf.com and www.amfiindia.com. Subsequently, the Central Agency will verify the information and documents submitted by the investor. The verification process will be completed within 10 to 15 days from the date of allotment of provisional KYC Acknowledgment. In case of any deficiency/insufficiency in the documentation or information provided by the investor, the Central Agency may cancel the KYC Acknowledgement. On cancellation of KYC Acknowledgement intimation will be dispatched by the Central Agency to the investor immediately. However, no communication will be sent to the investor if the KYC Acknowledgement as allotted is confirmed. Any subsequent change in the information previously provided by the investor, the same need to be communicated to CVL. KYC Compliant investors need to ensure that any change of address details is registered with CVL before redeeming units. Registrar will not act upon address change requests directly received from KYC Compliant investors. The Existing investor data for investor address (both Indian and foreign), address, pin code, country, nationality, occupation, income details, date of birth, document provided as proof of identity will be over-written by the Registrar with data obtained from CVL. A folio in which any one or more of the holders are found to be non KYC compliant, in such folios further subscriptions/systematic purchases of value equal to or greater than Rs.50,000 will not be permitted.

Investors should note that it is mandatory for all applications for

subscription of value of Rs.50,000/- and above to quote the KYC Compliance status of each applicant (guardian in case of minor) in the application for subscription and attach proof of KYC Compliance viz. KYC Acknowledgement Letter (or the previously Mutual Fund Identification Number (MIN) Allotment Letter*)/Printout of KYC Compliance Status downloaded from CVL website (www.cvlindia.com) using the PAN Number. Applicants intending to apply for units through a PoA must ensure that the issuer of the PoA and the holder of the PoA must mention their KYC Compliance Status and attach proof of KYC Compliance at the time of investment above the threshold. PoA holders are not permitted to apply for KYC compliance on behalf of the issuer of the PoA. Applications Forms/Transaction Slips not accompanied by KYC Acknowledgement are liable to be rejected. KYC Compliance status will be updated for all folios in which investor is a holder in any capacity.

The KYC Compliance Status will be validated with the records of the Central Agency before allotting units. Applications for subscriptions of value of Rs.50,000/- and above without a valid KYC Compliance can be rejected by the AMC/Registrar. However, where it is not possible to verify the KYC Compliance status within a reasonable time at the time of allotment of units, the Trustee/AMC shall verify the KYC Compliance Status within reasonable time after the allotment of units. In the event of non-compliance with KYC requirements or in the event of cancellation of KYC Acknowledgement by the Central Agency, the AMC/Registrar may freeze the folio or cancel the investment transaction, affect mandatory redemption and the amount may be redeemed at applicable NAV, subject to payment of applicable exit load, wherever applicable. The decision of AMC/Registrar in this regard will be considered final.

The AMC reserves the right to scrutinize/verify the application/applicant and the source of the applicant's funds and also reserves the right on the grounds of non compliance with the anti money laundering norms/know your customer norms by the applicant, to force redemption at the applicable NAV prevalent at the time of such redemption, by redeeming the proceeds in favour of the applicant and/or undertaking such other action with the funds, that may be prescribed under applicable law including redeeming the proceeds in favour of the source account from which the funds had been invested in the mutual fund. In line with the applicable regulations, the AMC may implement such anti money laundering measures and Know Your Customers norms, as it may deem appropriate. The investors would be required to adhere to these norms.

Applicants/Unitholders may contact our Investor Service Centers/their distributors, if any for any additional information/clarifications. Also, please visit our website www.religaremf.com for any other related information.

* Valid only where investors who have already obtained the erstwhile Mutual Fund Identification Number (MIN) by submitting the PAN copy as the proof of identity.

LISTING, TRANSFER AND TRANSMISSION OF UNITS

Units of the Schemes of the Mutual Fund except Religare Gold Exchange Traded Fund, Religare Fixed Maturity Plan - Series II - Plan A, Plan B, Plan C, Plan E and Plan F are not listed on any of the Stock Exchanges and no transfer facility is provided. As per SEBI Circular No. SEBI/IMD/CIR No. 12/147132/08 dated December 11, 2008 any close ended scheme (except ELSS) launched after date of the circular will be compulsorily listed on the Stock Exchange, therefore the Units of Religare Fixed Maturity Plan - Series II - Plan A, Plan B, Plan C, Plan E and Plan F, close ended Debt Schemes have been listed on the National Stock Exchange. However, in case of Open Ended Schemes, the AMC may at its sole discretion list the Units on one or more Stock Exchanges at a later date.

Units of the Schemes other than listed Schemes are not freely transferable. The Unit holder who are holding units in demat mode can transfer the units in accordance with the provisions of SEBI (Depositories and Participants) Regulations, 1996.

If a person becomes a holder of the Units consequent to operation of law, or upon enforcement of a pledge, the Fund will, subject to production of

satisfactory evidence, effect the transfer, if the transferee is otherwise eligible to hold the Units. Similarly, in cases of transfers taking place consequent to death, insolvency etc., the transferee's name will be recorded by the Fund subject to production of satisfactory evidence and if the transferee is otherwise eligible to hold the Units. In all such cases, if the transferee is not eligible to hold the Units, the Units will be redeemed and the proceeds will be disbursed to the transferee, if such transferee is entitled to the same. All such changes shall be carried out in line with the applicable laws and the decision of the AMC shall be considered final.

In case Units are held in a single name by the Unitholder, units shall be transmitted in favour of the nominee(s), where the unitholder has appointed nominee(s) upon production of death certificate or any other document to the satisfaction of the Fund, AMC/Trustee or Registrar. If the unitholder has not appointed nominee(s) or in case where the nominee(s) dies before the unitholder, the units shall be transmitted in favour of the Unitholder's executors/administrator of estate/Legal heir(s) as the case may be on production of death certificate or any other document to the satisfaction of the Fund, AMC/Trustee or Registrar. If Units are held by more than one registered Unitholder, then, upon death of one of the Unitholders, the Units shall be transmitted in favour of the remaining Holder(s) (in the order in which the names appear in the register of Unitholders with the Registrar) on production of a death certificate and/or any other documents to the satisfaction of the AMC/Registrar. The rights in the Units will vest in the nominee(s) concerned upon the death of all joint unitholders upon the nominee producing a Death Certificate or any other document to the satisfaction of the Fund, AMC/Trustee or Registrar.

SUSPENSION OF SUBSCRIPTION AND REDEMPTION OF UNITS

The Mutual Fund at its sole discretion reserves the right to suspend, temporarily or indefinitely, determination of NAV of the unit of a scheme and consequently of the subscription, redemption or switching of Units of the Scheme, in any of the following events:

1. When one or more stock exchanges or markets, which provide basis for valuation for a substantial portion of the assets of the Scheme are closed otherwise than for ordinary holidays.
2. When, as a result of political, economic or monetary events or any circumstances outside the control of the Trustee and the AMC, the disposal of the assets of the Scheme is not reasonable, or would not reasonably be practicable without being detrimental to the interests of the Unitholders.
3. In the event of a breakdown in the means of communication used for the valuation of investments of the Scheme, without which the value of the securities of the Scheme cannot be accurately calculated.
4. During periods of extreme volatility of markets, which in the opinion of the AMC are prejudicial to the interests of the Unitholders of the Scheme.
5. In case of natural calamities, strikes, riots and bandhs.
6. In the event of any force majeure or disaster that affects the normal functioning of the AMC or the Registrar.
7. During the period of Book Closure.
8. If so directed by SEBI.

In the above eventualities, the time limits indicated above, for processing of requests for Subscription/Redemption of Units will not be applicable. Further purchase/redemption request for Units is not binding on and may be rejected by Trustee, the AMC or their respective agents until it has been confirmed in writing by the AMC or its agents. All types of transactions will be processed at the next Applicable NAV after the resumption of subscription/redemption of Units in the Scheme. The suspension or restriction of repurchase/redemption facility under any of the scheme of the Mutual Fund shall be made applicable only after the approval of the

Board of Directors of the AMC and the Trustee and the details of the circumstances and justification for the proposed action shall be informed to SEBI in advance.

DURATION OF THE SCHEME

1. Open-Ended/Interval Schemes:
The duration of open-ended/Interval Scheme is perpetual.
2. Close-Ended Schemes:
Each close-ended Scheme/Plan will have a maturity date and will compulsorily and without any act by the unitholders redeemed on maturity date as specified in the respective SID and Offer Document. On maturity date of the Scheme/Plan, the units will be redeemed at the Applicable NAV.
A close-ended Scheme shall be wound up on the expiry of duration fixed in the scheme on the redemption of the units unless it is rolled over for a further period under sub-regulation (4) of regulation 33.
The Fund reserves the right to extend the Scheme/Plan beyond its redemption date in accordance with the Regulations. The Fund may convert the Scheme/Plan after the Maturity Date into Open-Ended Scheme/Plan or may rollover the Scheme/Plan for such period as may be decided by the Board of Trustee/AMC in accordance with the Regulations.
The Units of close-ended Scheme may be converted into open-ended Scheme, if:
 - the SID of such scheme discloses the option and period of conversion; or
 - the unitholders are provided with an option to redeem their units in full.
 In case of rollover of close ended scheme, the Fund is required to make necessary disclosure with regards to the purpose, period, terms of rollover and all other material details of the scheme, to the unitholders and SEBI. Provided that the rollover will be permitted only in case of those unitholders who express their consent in writing and unitholders who do not opt for the rollover shall be allowed to redeem their holdings in full at NAV based prices.
3. Close-Ended Schemes with automatic conversion into Open-Ended Scheme upon Maturity:
These Schemes remains close ended for a term provided in the SID and on expiry of period mentioned in the SID, the scheme will automatically become an Open Ended Scheme without any further notice or reference from the Mutual Fund/AMC/Trustee/Unitholders. Thereafter, the duration of Scheme is perpetual.

WINDING UP

A Scheme of a Mutual Fund may be wound up, after repaying the amount due to the Unitholders:

- On happening of any event, which in the opinion of the Trustee, requires the Scheme be wound up; or
- If seventy five percent (75%) of the Unitholders of the Scheme pass a resolution that the Scheme be wound up; or
- If SEBI so directs in the interest of the Unitholders; or

Further in case of non fulfillment of conditions prescribed in terms of minimum number of investors vide SEBI circular no. SEBI/IMD/CIR No.10/22701/03 dated December 12, 2003, the provisions of Regulation 39(2)(c) of SEBI (Mutual Funds) Regulations, 1996 would be applicable automatically without any reference from SEBI.

Where the scheme is to be wound up, the Trustees shall give notice disclosing the circumstances leading to the winding up of the scheme:

- a) to the SEBI; and
- b) in two daily newspapers having circulation all over India, a

vernacular newspaper circulating at the place where the mutual fund is situated.

EFFECT OF WINDING UP

On and from the date of the publication of notice of winding up, the Trustee or the AMC, as the case may be, shall:

- a) cease to carry on any business activities in respect of the Scheme so wound up;
- b) cease to create or cancel Units in the Scheme;
- c) cease to issue or redeem Units in the Scheme.

However, the procedure for winding up of the Scheme(s) shall not be applicable on the maturity of the closed ended scheme(s)

PROCEDURE AND MANNER OF WINDING UP

- a) The Trustee shall call a meeting of the Unitholders to approve by simple majority of the Unitholders present and voting at the meeting for authorising the Trustee or any other person to take steps for the winding up of the Scheme. Provided that a meeting shall not be necessary if the Scheme is wound up at the end of the maturity period.
- b) The Trustee or the person authorised above, shall dispose of the assets of the Scheme concerned in the best interest of the Unitholders of the Scheme.
- c) The proceeds of sale realised in pursuance of the above, shall be first utilised towards discharge of such liabilities as are due and payable under the Scheme, and after meeting the expenses connected with such winding up, the balance shall be paid to Unitholders in proportion to their respective interest in the assets of the Scheme, as on the date the decision for winding up was taken.
- d) On completion of the winding up, the Trustee shall forward to SEBI and the Unitholders a report on the winding up, detailing the circumstances leading to the winding up, the steps taken for disposal of the assets of the Scheme before winding up, net assets available for distribution to the Unitholders and a certificate from the auditors of the Fund.
- e) Notwithstanding anything contained hereinabove, the application of the provisions of SEBI (Mutual Funds) Regulations, 1996 in respect of disclosures of half yearly reports and annual report shall continue until winding up is completed or the Scheme ceases to exist.
- f) After the receipt of the report referred to in item (d) above, if SEBI is satisfied that all measures for winding up of the Scheme have been completed, the Scheme shall cease to exist.

DELISTING OF UNITS

The units of a Mutual Fund Scheme may be delisted from a recognised Stock Exchange in accordance with the guidelines as may be specified by the Board.

C. GENERAL INFORMATION

UNDERWRITING BY THE MUTUAL FUND

The Scheme(s) of Religare Mutual Fund do not propose to underwrite securities of other issuers.

SECURITIES LENDING AND BORROWING

Subject to the SEBI Regulations, the Mutual Fund Scheme(s) may, engage in Securities Lending. Such investments shall be made when in view of the Fund Manager, such investments could provide reasonable returns commensurate with risks associated with such investments and shall be made in accordance with the investment objective of the Scheme. The AMC shall comply with all reporting requirements and the Trustee shall carry out periodic review as required by SEBI guidelines. Securities Lending means the lending of Securities to another person or entity for a fixed period of time, at a negotiated compensation in order

to enhance returns of the portfolio. The securities lent will be returned by the borrower on the expiry of the stipulated period.

The Investment Manager will apply the following limits, should it desire to engage in securities lending:

- Not more than 20% of the net assets of the Scheme can generally be deployed in securities lending; and
- Not more than 5% of the net assets of the Scheme can generally be deployed in securities lending to any single counter party.

Various risk associated with scrip lending, such as counter - party risks, liquidity and other market risks are described under risk factors of Scheme Information Document.

In accordance with the Mutual Fund Regulations and guidelines issued by SEBI, the scheme may also engage in stock borrowing. The Scheme may also enter into 'Repo/Reverse Repo' transactions, as may be permitted from time to time. Stock borrowing means the borrowing of stock from another person or entity for a fixed period of time, at a negotiated compensation. The securities borrowed will be returned to the lender on expiry of the stipulated period.

The AMC in the interests of the investors, may increase exposure in stock lending activities as deemed fit from time to time.

BORROWING BY THE MUTUAL FUND

Under the Regulations, the Mutual Fund is allowed to borrow to meet its temporary liquidity needs of the Fund for the purpose of repurchase, redemption of Units or payment of interest or dividend to the Unitholders. Further, as per the Regulations, the Fund shall not borrow more than 20% of the Net Assets of the Scheme and the duration of such borrowing shall not exceed a period of six months. The Mutual Fund may enter into necessary arrangements for raising of such borrowings from any of its Sponsors/Associate/Group companies/Commercial Banks in India or any other entity at market related rates prevailing at the time and applicable to similar borrowings after approval by the Trustee. The security for such borrowings, if required, will be as determined by the Trustee, subject to permissible Regulations. The Scheme(s) may bear the interest charged on such borrowing.

INTER-SCHEME TRANSFER OF INVESTMENTS

Transfers of investments from one scheme to another scheme in the same mutual fund shall be allowed only if -

- (a) such transfers are done at the prevailing market price for quoted instruments on spot basis.
Explanation: "spot basis" shall have same meaning as specified by stock exchange for spot transactions.
- (b) the securities so transferred shall be in conformity with the investment objective of the scheme to which such transfer has been made.

ISSUE OF BONUS UNITS

In the interest of the Unitholders and smooth functioning of the Fund, at an appropriate time, the Asset Management Company may decide to issue bonus Units to all existing Unitholders. For such declaration, the Fund will announce record date/book closure and all Unitholders whose names appear in the Register of Unitholders as on the record date/book closure shall be eligible to be issued such bonus Units. These Units will be pari-passu with the original Units. Bonus Units so issued will be credited to the Unitholders' account. Pursuant to allotment of Bonus Units, the per Unit NAV would fall in proportion to the Bonus Units allotted and as a result the total value of Units held by the Unitholder would remain the same. The issue of such Units will increase the number of Units held by the Unitholder in the Scheme and so also the total number of Units outstanding in the Scheme. Fresh account statements will be sent to all Unitholders after the allotment of bonus units.

Purchase and Redemption of Units through Stock Exchange Infrastructure

The Unit holders are provided facility for purchase and redemption of units of the eligible schemes of Religare Mutual Fund on Mutual Fund Services System (MFSS) of the National Stock Exchange of India Ltd. (NSE) and on the BSE Stock Exchange Platform for Allotment and Repurchase of Mutual Funds (BSE StAR MF System) of Bombay Stock Exchange Ltd. (BSE). The facility is offered pursuant to SEBI circular vide reference no. SEBI/IMD/CIR No. 11/183204/2009 dated November 13, 2009 and operating guidelines issued by the Stock Exchange(s) viz. NSE and BSE.

The eligible schemes for purchase and redemption of units on an ongoing basis through MFSS / BSE StAR are Religare Growth Fund, Religare Tax Plan, Religare Contra Fund, Religare Equity Fund, Religare Business Leaders Fund, Religare PSU Equity Fund, Religare AGILE Fund, Religare Banking Fund, Religare Mid Cap Fund, Religare Monthly Income Plan and Religare Monthly Income Plan Plus through MFSS system and BSE StAR facility on an ongoing basis.

The following are the salient features of the above mentioned facility:

1. The MFSS and BSE StAR MF System are the electronic platforms provided by NSE and BSE respectively to facilitate purchase/redemption of units of mutual fund scheme(s). The units of eligible schemes are not listed on NSE & BSE and the same cannot be traded on the stock exchange like shares.
2. The facility for purchase/redemption of units on MFSS/BSE StAR MF will be available on all business days between 9.00 a.m. to 3.00 p.m. or such other time as may be decided from time to time.

3. Eligible Participants

All the trading members of NSE and BSE who are registered with AMFI as mutual fund advisor and who are registered with NSE and BSE as Participants will be eligible to offer MFSS and BSE StAR MF System respectively ("Participants"). In addition to this, the Participants will be required to be empanelled with Religare Asset Management Company Ltd. and comply with the requirements which may be specified by SEBI/NSE/BSE from time to time.

All such Participants will be considered as Official Points of Acceptance (OPA) of Religare Mutual Fund in accordance with the provisions of SEBI Circular No. SEBI/IMD/CIR No.11/78450/06 dated October 11, 2006.

4. Eligible investors

The facility for purchase / redemption of units of the schemes of Religare Mutual Fund will be available to existing as well as new investors. However, switching of units is not currently permitted. To purchase /redeem the units of the schemes through MFSS facility, an investor is required to sign up for MFSS by providing a letter to Participant in the format prescribed by NSE. For availing BSE StAR MF System, the investor must comply with operating guidelines issued by BSE.

5. Investors have an option to hold units in either physical mode or dematerialized (electronic) mode.

6. Cut off timing for purchase /redemption of units

Time stamping as evidenced by confirmation slip given by stock exchange mechanism will be considered for the purpose of determining applicable NAV and cut off timing for the transactions. The applicability of NAV will be subject to guidelines issued by SEBI on uniform cut-off time for applicability of NAV.

7. The procedure for purchase/redemption of units through MFSS/ BSE StAR MF System is as follows:

A Physical mode:

Purchase of Units:

- i) The investor is required to submit purchase application form (subject to limits prescribed by NSE/BSE from time to time) along with all necessary documents to the Participant.
- ii) Investor will be required to transfer the funds to Participant.
- iii) The Participant shall verify the application for mandatory details and KYC compliance.
- iv) After completion of the verification, the Participant will enter the purchase order in the Stock Exchange system and issue system generated order confirmation slip to the investor. Such confirmation slip will be the proof of transaction till the investor receives allotment details from Participant.
- v) The Participant will provide allotment details to the investor.
- vi) The Registrar will send Statement of Account showing number of units allotted to the investor.

Redemption of Units:

- i) The investor is required to submit redemption request (subject to limits prescribed by NSE/BSE from time to time) along with all necessary documents to Participant.
- ii) After completion of verification, the Participant will enter redemption order in the Stock Exchange system and issue system generated confirmation slip to the investor. The confirmation slip will be proof of transaction till the redemption proceeds are received from the Registrar.
- iii) The redemption proceeds will be directly sent by the Registrar through appropriate payment mode such as direct credit, NEFT or cheque/demand draft as decided by AMC from time to time, as per the bank account details available in the records of Registrar.

B Depository mode:

Purchase of Units:

- i) The investor intending to purchase units in Depository mode is required to have Depository Account (beneficiary account) with the depository participant of National Securities Depository Ltd. and/or Central Depository Services (India) Ltd.
- ii) The investor is required to place an order for purchase of units (subject to limits prescribed by NSE/BSE from time to time) with the Participant.
- iii) The investor should provide his Depository Account details along with PAN details to the Participant. Where investor intends to hold units in dematerialised mode, KYC performed by Depository Participant will be considered compliance with applicable requirements specified in this regard in terms of SEBI circular ISD/AML/CIR-1/2008 dated December 19, 2008.
- iv) The Participant will enter the purchase order in the Stock Exchange system and issue system generated order confirmation slip to the investor. Such confirmation slip will be the proof of transaction till the investor receives allotment details from Participant.
- v) The investor will transfer the funds to the Participant.
- vi) The Participant will provide allotment details to the investor.
- vii) Registrar will credit units to the depository account of the investor directly through credit corporate action process.
- viii) Depository Participant will issue demat statement to the investor showing credit of units.

Redemption of Units:

- i) Investors who intend to redeem units through dematerialised mode must either hold units in depository (electronic) mode or convert his existing units from statement of account mode to depository mode prior to placing of redemption order.

- ii) The investor is required to place an order for redemption (subject to limits prescribed by NSE/BSE from time to time) with the Participant. The investor should provide their Depository Participant on same day with Depository Instruction Slip with relevant units to be credited to Clearing Corporation pool account.
- iii) The redemption order will be entered in the system and an order confirmation slip will be issued to investor. The confirmation slip will be proof of transaction till the redemption proceeds are received from the Registrar.
- iv) The redemption proceeds will be directly sent by the Registrar through appropriate payment mode such as direct credit, NEFT or cheque/demand draft as decided by AMC from time to time, as per the bank account details recorded with the Depository.

8. An account statement will be issued by Religare Mutual Fund to investor who purchase/redeem units under this facility in physical mode. In case of investor who purchase/redeem units through this facility in dematerialised mode, his depository participant will issue demat statement showing credit/debit of units to the investor's accounts. Such demat statement given by the Depository Participant will be deemed to be adequate compliance with the requirements for dispatch of statement of account prescribed by SEBI.
9. Investors should note that electronic platform provided by NSE/BSE is only to facilitate purchase/redemption of units in the Schemes of mutual fund. In case of non-commercial transaction like change of bank mandate, nomination etc. the Unit holder should submit such request to the Investor Services Center of Religare Mutual Fund in case of units held in physical mode. Further in case of units held in dematerialised mode, requests for change of address, bank details, nomination should be submitted to his Depository Participant.
10. Investors will be required to comply with Know Your Customer (KYC) norms as prescribed by BSE/NSE/NSDL/CDSL and Religare Mutual Fund to purchase/redeem units through stock exchange infrastructure.
11. Investors should note that the terms & conditions and operating guidelines issued by NSE/BSE shall be applicable for purchase/redemption of units through stock exchange infrastructure.

The aforesaid facility enabling subscription of units of Scheme(s) through MFSS / BSE StAR may also be provided by AMC during NFO period of the Scheme(s) launched by Religare Mutual Fund from time to time.

PLEDGE OF UNITS

The Units under the Scheme may be offered as security by way of a pledge/charge in favour of scheduled banks, financial institutions, non-banking finance companies (NBFCs), or any other body. The AMC and/or the Registrar will note and record such Pledge of Units. The AMC shall mark a lien only upon receiving the duly completed form and documents as it may require. Disbursement of such loans will be at the entire discretion of the bank/financial institution/NBFC or any other body concerned and the Mutual Fund/AMC assumes no responsibility thereof.

The Pledgor will not be able to redeem Units that are pledged until the entity to which the Units are pledged provides written authorisation to the Mutual Fund that the pledge/lien charge may be removed. As long as Units are pledged, the Pledgee will have complete authority to redeem such Units.

In case the unit pledge are of close ended scheme and if the units are under pledge at the time of maturity of the scheme, then the AMC reserves the right to pay the maturity amount to the person / bank /

financial institution/non-banking finance companies (NBFCs)/any other body in whose favour the lien has been marked. An intimation of such payment will be sent to the investor. The AMC thereafter shall not be responsible for any claims made by the investor/third party on account of such payments.

The Units held in Demat mode can be pledged and hypothecated as per the provisions of Depositories Act and Depositories Rules and Regulations.

CLOSURE OF UNITHOLDER'S ACCOUNT

The AMC may at its sole discretion close a Unitholder's account by redemption of units in the account of unitholder, after giving notice of 30 days, if at any time, the value of units, falls below the minimum investment application amount required for each Scheme (or such other amount as the AMC may decide from time to time).

The AMC also has the right, at its sole discretion, to close a Unitholder's account by redemption of units in the account of unitholder, if the unitholder does not submit the requisite proof/documents/information required by the AMC or where the units are held by a unitholder in breach of any Regulation.

The AMC also has the right to, at its sole discretion, to redeem appropriate number of units so as to recover the differential/additional entry load or refuse to credit appropriate number of units to the account of the unitholder for the differential/additional entry load in the event of entry load being waived and/or the investor falls under the category where the entry load is to be waived or otherwise and the investor then does not invest the requisite amount or the investor does not submit the requisite proof and become ineligible for the waiver.

FRACTIONAL UNITS

Since a request for purchase or redemption is generally made in rupee amounts and not in terms of a fixed number of Units of a scheme, an investor may be left with fractional Units. Fractional Units will be computed and accounted for up to three decimal places in case of equity schemes and four decimal places in case of debt schemes. However, fractional Units will in no way affect the investor's ability to redeem the Units, either in part or in full, standing to the Unitholder's credit.

CONSOLIDATION OF FOLIOS

In case an investor holds investments in multiple folios under the Fund, the AMC has the right to consolidate all the folios belonging to the same investor into one folio. In case of additional purchase in the same Scheme/fresh purchase in new Scheme, if the investor fails to provide the folio number, the AMC reserves the right to allot the units in the existing folio, based on such integrity checks as may be determined by the AMC from time to time.

UNITS WITH DEPOSITORY

Units of the schemes may, if decided by the AMC, be held with a Depository. Under such circumstances, Units may be transferable in accordance with the provisions of Depositories Act, 1996 and the Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996 as may be amended from time to time.

The facility to dematerialise Units is available in Religare Growth Fund, Religare Tax Plan, Religare Contra Fund, Religare Equity Fund, Religare Business Leaders Fund, Religare PSU Equity Fund, Religare AGILE Fund, Religare Banking Fund, Religare Mid Cap Fund, Religare Monthly Income Plan, Religare Monthly Income Plan Plus and Religare Fixed Maturity Plans.

Procedure for conversion of units held in SOA mode to Demat mode is as under:

1. Unitholders desiring to dematerialise their units held in Schemes of Religare Mutual Fund represented by Statement of Account (SOA) shall submit a request for conversion in Conversion Request

Form (CRF) along with Client Master Report (CMR) or Transaction Statement (only the page of Transaction Statement reflecting the name and pattern of holding) issued by its Depository Participant (DP) to any of the Official Points of Acceptance. The investor may efface (strike-off) the transaction/ holding details so as to make them illegible.

2. Unitholders should ensure that all the details viz DP ID, Client ID, Name(s) of the investor(s) and holding pattern (mentioned on CRF) exactly matches with the CMR/Transaction Statement of the beneficial owner account submitted by the unit holder. In case of any mismatch, of the details AMC shall reject the request for conversion of units.
3. The AMC shall credit the converted units in the depository to the beneficial owner account of the unit holder(s). The depository participant shall issue demat statement showing credit of units to the unitholders beneficiary account.

INVESTORS' PERSONAL INFORMATION

The AMC may share investors' personal information with the following third parties:

- Registrar, Banks and/or authorised external third parties who are involved in transaction processing, dispatches, etc., of investors' investment in the Scheme;
- Distributors or Sub-brokers through whom applications of investors are received for the Scheme; or
- Any other organizations for compliance with any legal or regulatory requirements or to verify the identity of investors for complying with anti-money laundering requirements.

Account statements or financial information pertaining to the investor, if it is to be sent over the internet to the Unitholder, distributors or any other entity as indicated above, will be sent only through a secure means and/or through encrypted electronic mail.

USE OF INTERMEDIARIES

The investor is aware that the Mutual Fund or AMC needs to use intermediaries such as post office, local and international couriers, banks and other intermediaries for correspondence with the investor and for making payments to the investor by cheques, drafts, warrants, through Electronic Clearing Services (ECS) etc. The investor expressly agrees and authorises the Mutual Fund or AMC or their agents to correspond with the investor or make payments through intermediaries including but not limited to post office, local and international couriers and banks. The investor clearly understands that the Mutual Fund or AMC uses such intermediaries for convenience of the investor and such intermediaries are agents of the investor and not the Mutual Fund or AMC. The Mutual Fund or AMC or their Agents are not responsible in any manner whatsoever for delayed receipt or non-receipt of any correspondence or payment through such intermediaries.

WEBSITE

The website of the Fund/AMC is intended solely for the use of Resident Indians, NRIs, PIOs and FIIs registered with SEBI. It should not be regarded as a solicitation for business in any jurisdiction other than India. In particular, the information is not for distribution and does not constitute an offer to sell or the solicitation of an offer to buy securities in any jurisdiction where such activity is prohibited, Any persons resident outside India who nevertheless intend to respond to this material must first satisfy themselves that they are not subject to any local requirements which restrict or prohibit them from so doing. Information other than that relating specifically to the AMC/the Fund and its products, is for information purposes only and should not be relied upon as a basis for investment decisions. The AMC cannot be held responsible for any information contained in any website linked from this website.

ASSOCIATE TRANSACTIONS

The AMC has transacted with associates brokers for Purchase / Sale of securities for schemes of Religare Mutual Fund and the details of such transaction are as follows:

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Value of transaction (in Rs. Cr. & % of total value of transaction of the fund)		Brokerage (Rs Cr & % of total brokerage paid by the fund)	
			Rs. (in Crs.)	%	Rs. (in Crs.)	%
			Tata Securities Limited [^]	Group Company	April 1, 2008 - March 31, 2009	0.46
Religare Securities Limited [*]	Sponsor	April 1, 2008 - March 31, 2009	49.50	0.47%	0.09	1.37%
Religare Capital Markets Limited [#]	Group Company	April 1, 2009 - March 31, 2010	17.42	0.03%	0.03	0.24%
Religare Securities Limited [*]	Sponsor	April 1, 2009 - March 31, 2010	427.02	0.69%	0.60	4.16%

[^] Ceased to be associates w.e.f. December 4, 2008. ^{*} Became associates w.e.f. December 4, 2008. [#] Became associates w.e.f. March 8, 2010.

The Scheme(s) of the Fund have not undertaken any underwriting obligation with respect to issues of associate companies and did not subscribe to the issues lead managed by associate companies.

The Scheme(s) of the Fund have not made investments in group companies of the sponsor and AMC in the last two fiscal years ended on March 31, 2008 and March 31, 2009 respectively. Details of investments in securities of Group companies of the sponsor/AMC during the year ended March 31, 2010 are as follows:

Scheme Name	Type of Security	Amount (Rs. in Cr.)	Name of the Company
Religare Active Income Fund	Floating Rate Note	10.33	Religare Finvest Ltd.
Religare Arbitrage Fund	Equity Shares	2.15	Fortis Healthcare Ltd.
Religare Arbitrage Fund	Stock Futures	2.48	Fortis Healthcare Ltd.
Religare Credit Opportunities Fund	Floating Rate Note	80.46	Religare Finvest Ltd.
Religare Mid N Small Cap Fund	Equity Share	0.77	Fortis Healthcare Ltd.
Religare Mid N Small Cap Fund	Warrant	0.00	Fortis Healthcare Ltd.
Religare Short Term Plan	Floating Rate Note	226.85	Religare Finvest Ltd.
Religare Ultra Short Term Fund	Floating Rate Note	142.61	Religare Finvest Ltd.

Note: The above investments were considered sound. Before making investment, Religare AMC has evaluated the same on merit and the transactions are done on arms' length basis and in accordance with investment objective of the Schemes

Further, the AMC had utilized services of its associates for distribution and sale of units of Scheme(s) of the Mutual Fund. Details of commission paid to these associates for the distribution of units are as follows:

Name of the Associates	Nature of Association /Nature of relation	Period covered	Business Given		Commission paid	
			Rs. (in Crs.)	%	Rs. (in Crs.)	%
Tata Securities Ltd. [^]	Group Company	April 1, 2007 - March 31, 2008	1,268.88	1.16	0.1136	0.25
Centurion Bank of Punjab Ltd. ^{^^}	Group Company	April 1, 2007 - March 31, 2008	104.73	0.1	3,3874	7.59
Tata Securities Ltd. [*]	Group Company	April 1, 2008 - March 31, 2009	2,731.48	2.26	0.0921	0.74
Centurion Bank of Punjab Ltd. ^{^^}	Group Company	April 1, 2008 - March 31, 2009	3.87	0	0.2094	1.67
Religare Finvest Ltd. [*]	Group Company	April 1, 2008 - March 31, 2009	5,672.14	4.7	0.5215	4.16

Religare Macquarie Wealth Management Services Ltd. [*]	Group Company	April 1, 2008 - March 31, 2009	302.24	0.25	0.0016	0.01
Religare Securities Ltd. [*]	Sponsor	April 1, 2008 - March 31, 2009	4,661.47	3.86	0.0468	0.37
Religare Finvest Ltd. [*]	Group Company	April 1, 2009 - March 31, 2010	32,838.21	10.69	3,9609	17.07
Religare Macquarie Wealth Management Services Ltd. [*]	Group Company	April 1, 2009 - March 31, 2010	11,637.86	3.79	0.3117	1.34
Religare Securities Ltd. [*]	Sponsor	April 1, 2009 - March 31, 2010	15,514.85	5.05	0.5009	2.16

[^] Ceased to be associates w.e.f. December 4, 2008.

^{^^} Ceased to be associate w.e.f. September 27, 2008.

^{*} Became associates w.e.f. December 4, 2008.

The above transactions with associates for distribution of units and for Purchase/Sale of securities are on commercial basis and at arms length.

The AMC may, from time to time, for the purpose of conducting its business, utilize the services of and /or enter into contract with the Sponsor, group companies of its Sponsor or/and any other subsidiary or associate company of the Sponsor or AMC, established or to be established at a later date, who is in a position to provide the requisite services to the AMC.

The list of associates of Sponsor/Asset Management Company with which the Mutual Fund may have dealings, transactions and those whose services may be used for marketing, distribution, broking services for the Scheme(s) or any other permitted purpose is as under:

Name of the Companies
Rolta India Ltd.
Dewan Housing Finance Corporation Ltd.
Landmark Property Development Company Ltd.
FCH CentrumDirect Ltd.
RFCL Ltd
SIDBI Venture Capital Ltd.
Pantaloon Retail (India) Ltd.
Metlife India Insurance Company Ltd.
Pegasus Assets Reconstruction Pvt. Ltd.
Future Finance Ltd.
Havells India Ltd.
Reliance Capital Pension Fund Ltd.
Milestone Capital Advisors Ltd.
Jaiprakash Associates Ltd.
Milestone Wealth Advisors Pvt. Ltd.
Future Capital Finance Services Ltd.
IFCI Ltd.
Religare Securities Ltd.
Religare Commodities Ltd.
Religare Insurance Broking Ltd.
Religare Capital Markets Ltd.
Vistaar Religare Capital Advisors Ltd.
Religare Arts Investment Management Ltd.
Religare Macquarie Wealth Management Ltd.
Milestone Religare Investment Advisors Pvt. Ltd.
Religare Technologies Ltd.
Equifax Credit Information Services Pvt. Ltd.
Religare Technova IT Services Ltd.
Religare Enterprises Ltd.
Religare Health Insurance Company Ltd.
Religare Travels (India) Ltd.
Religare Technova Global Solutions Ltd.
Maharishi Housing Development Finance Corporation Ltd.
Religare Finvest Ltd.

Name of the Companies
Malav Holdings Pvt. Ltd.
Luxury Farms Pvt. Ltd.
Vistas Realtors Pvt. Ltd.
Shivi Holdings Pvt. Ltd.
Greenview Buildtech Pvt. Ltd.
Chetak Pharmaceuticals Pvt. Ltd.
RC Nursery Pvt. Ltd.
Religare Venture Capital Ltd.
Religare Realty Ltd.
Religare Health Insurance Ltd.
Religare Finance Ltd.
Religare Arts Initiative Ltd.
Religare United Soccer Ltd.
Religare Voyages Ltd.
AEGON Religare Life Insurance Company Ltd.
Super Religare Laboratories Ltd.
Oscar Investments Ltd.
Fortis Healthcare Holdings Ltd.
Hospitalia Eastern Pvt. Ltd.
ANR Securities Ltd.
A-1 Book Company Pvt. Ltd.
Shimal Research Laboratories Ltd.
Hospitalia Information Systems Pvt. Ltd.
Fortis Healthcare Ltd.
Fortis Health Staff Ltd.
Religare Aviation Ltd.
Religare Wellness Ltd.
Religare Technova Ltd.
Olive Rays Innovations Pvt. Ltd.
Religare Technova Business Intellect Ltd.
Fortis Clinical Research Ltd.
Fortis Hospotel Ltd.
Medsource Healthcare Pvt. Ltd.
Hiranandani Healthcare Pvt. Ltd.
International Hospital Ltd.
Escorts Heart Centre Ltd.
Escorts Heart And Super Speciality Institute Ltd.
Escorts Hospital And Research Centre Ltd., Faridabad
Escorts Heart And Super Speciality Hospital Ltd., Jaipur
Malar Hospitals Ltd.
Fortis Hospital Management Ltd.
Fortis Health Management Ltd.
RHC Holding Pvt. Ltd.
Meadows Buildtech Pvt. Ltd.
Vistas Complexes Pvt. Ltd.
Escorts Heart Institute and Research Centre Ltd.
Lalitha Healthcare Pvt. Ltd.
Fortis Emergency Services Ltd.
Fortis Hospitals Ltd.
Religare Advisory Services Pvt. Ltd.
Religare Trustee Company Ltd.
Malar Stars Medicare Ltd.
Religare Aviation Training Academy Pvt. Ltd.
Bindas Realtors Pvt. Ltd.
RHC Finance Pvt. Ltd.
Religare Infotech Pvt. Ltd.
Green Biofuels Farms Pvt. Ltd.
Kanishka Housing Development Company Ltd.

Note: The above list is not exhaustive and is subject to change from time to time.

The AMC, on behalf of the Fund, shall conduct its business with the aforesaid companies (including their employees or relatives) on commercial terms and on arms-length basis and at a mutually agreed terms and conditions to the extent and limits permitted under the SEBI Regulations. Appropriate disclosures, wherever required, shall be made by the AMC.

The AMC will, before investing in the securities of the group companies of the Sponsor, evaluate such investments, the criteria for the evaluation being the same as is applied to other similar investments to be made under the Scheme. Investments by the Scheme in the securities of the group companies will be subject to the limits under the Regulations.

POLICY ON INVESTMENTS OUTSIDE INDIA BY THE SCHEME

- SEBI vide circular SEBI/IMD/CIR No. 7/104753/07 September 26, 2007 has permitted investments in ADRs/GDRs issued by Indian or foreign companies, Equity of overseas companies listed on recognized stock exchanges overseas, Initial and follow on public offerings for listing at recognized stock exchanges overseas, Foreign debt securities in the countries with fully convertible currencies, short term as well as long term debt instruments with rating not below investment grade by accredited/registered credit rating agencies, Money market instruments rated not below investment grade, Repos in the form of investment, where the counterparty is rated not below investment grade; repos should not however, involve any borrowing of funds by mutual funds Government securities where the countries are rated not below investment grade, Derivatives traded on recognized stock exchanges overseas only for hedging and portfolio balancing with underlying as securities, Short term deposits with banks overseas where the issuer is rated not below investment grade, Units/securities issued by overseas mutual funds or unit trusts registered with overseas regulators and investing in (a) aforesaid securities, (b) Real Estate Investment Trusts (REITs) listed in recognized stock exchanges overseas or (c) unlisted overseas securities (not exceeding 10% of their net assets). Currently, the overall cap for the entire mutual fund industry to invest in overseas securities is US \$7 billion and individual limit for mutual fund is US \$300 million.
- It is the Investment Manager's belief that overseas securities offer new investment and portfolio diversification opportunities into multi-market and multi-currency products. However, such investments also entail additional risks. The Scheme will seek applicable permission from SEBI to invest abroad in accordance with the investment objectives of the Scheme(s) as disclosed in the Scheme Information Document and in accordance with any guidelines issued by SEBI from time to time.
- Offshore investments shall be made subject to any necessary approvals or conditions stipulated by SEBI and the expenses charged to the Scheme shall not exceed the total limits on expenses as prescribed under the Regulations and guidelines thereunder. The details of calculation for charging such expenses shall be reported to the Boards of AMC and trustees and shall also be disclosed in the Annual Report of the Scheme.
- The Fund may, where necessary, appoint other intermediaries of repute as advisors, sub-managers, or sub-custodians for managing and administering such investments. The appointment of such intermediaries shall be in accordance with the applicable requirements, if any, of SEBI.

POWER TO MAKE RULES

Subject to the Regulations, the Trustee may, from time to time, prescribe such terms and make such rules for the purpose of giving effect to the Scheme with power to the AMC to add to, alter or amend all or any of the

terms and rules that may be framed from time to time.

POWER TO REMOVE DIFFICULTIES

If any difficulties arise in giving effect to the provisions of the Scheme, the AMC/Trustee may, subject to the Regulations, do anything not inconsistent with such provisions, which appears to it to be necessary, desirable or expedient, for the purpose of removing such difficulty.

SCHEME TO BE BINDING ON THE UNITHOLDERS

Subject to the Regulations, the Trustee may, from time to time, add or otherwise vary or alter all or any of the features of investment options and terms of the Scheme after obtaining the prior permission of SEBI and Unitholders (where necessary), and the same shall be binding on all the Unitholders of the Scheme and any person or persons claiming through or under them as if each Unitholder or such persons had expressly agreed that such features and terms shall be so binding.

DOCUMENTS AVAILABLE FOR INSPECTION

The following documents will be available for inspection at the office of the Mutual Fund at 3rd Floor, GYS Infinity, Paranjpe 'B' Scheme, Subhash Road, Vile Parle (East), Mumbai - 400 057 during Business Hours on all Business Days:

- Memorandum and Articles of Association of the AMC
- Investment Management Agreement
- Trust Deed and amendments thereto, if any
- Certificate of Registration of Religare Mutual Fund
- Agreement between the Mutual Fund and the Custodian
- Agreement with Registrar and Share Transfer Agents
- Consent of Auditors to act in the said capacity
- Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments from time to time thereto.
- Indian Trusts Act, 1882.

INVESTOR GRIEVANCES REDRESSAL MECHANISM

Investors may visit any of the Investor Service Centers (ISCs) of the AMC, may call on 022 6731 0000 or email us at services@religaremf.com for any queries or clarifications. The investors may also address their

complaints to Mr. Surinder Singh Negi, Head - Operation and Customer Services, 3rd Floor, GYS Infinity, Paranjpe 'B' Scheme, Subhash Road, Vile Parle (East), Mumbai - 400 057.

INVESTOR COMPLAINTS FOR THE LAST THREE FISCAL YEARS

Period	Number of Complaints		
	Received	Redressed	Pending
April 01, 2006 - March 31, 2007	117	117	Nil
April 01, 2007 - March 31, 2008	557	557	Nil
April 01, 2008 - March 31, 2009	516	516	Nil
April 01, 2009 - March 31, 2010	530	530	Nil
April 01, 2010 - July 31, 2010	38	38	Nil

The investor complaints received by the Mutual Fund are redressed by the Head - Operations and Customer Services and the Registrar. The Compliance Officer regularly reviews the redressal of complaints for assessing the quality and timeliness of the redressal.

Notwithstanding anything contained in this Statement of Additional Information, the provisions of the SEBI (Mutual Funds) Regulations, 1996 and the guidelines there under shall be applicable.

For and on behalf of the Board of Directors of
Religare Asset Management Company Limited

Sd/-

Saurabh Nanavati

Chief Executive Officer

Place: Mumbai

Dated: June 28, 2010

