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Shailendra Bhandari
Managing Director

What an incredible end to a great year – The BSE Sensex closing at 5,838 and the NSE 50(Nifty) at 1879 – both of them up by around 72% for the calendar year. Even on a comparative basis, India has been among the 5 best markets globally, and among the 3 best in Asia (after Thailand and equal to China). Did anyone see this coming? We believe that we did, and would like to reproduce a section from our Quarterly newsletter of December 2002:

“So where does this lead us to for 2003? Coming straight to the crux of the matter, our outlook for 2003 is very positive. This applies both to Equities and Debt. We are particularly optimistic about the prospects for Equity next year, with both valuations close to all-time lows, and Interest rates actually at all-time lows. On top of this we have a market, which has by and large tended to discount the bad news while ignoring the slow build up of positive factors.” Our closing advice was also very concise and clear: *“Having said all that, we remain very positive on Equities, and hope this will lead all of you a prosperous 2003.”*

Of course, for the investors in our Equity funds, returns were not constrained by the 72% odd returns of the Index. To name a few, the PruCICI Tax Plan gave returns of 150.4%, PruCICI Power gave returns of 126.3%, and PruCICI Growth Plan returned 94.7%. Even the much-maligned PruCICI Technology Fund returned 65.3% as compared to its benchmark index (ET Mindex), which was up by only 29.6%.

Looking back, the brilliant performance of 2003 had several drivers. To start with, valuations were extremely attractive (as we had pointed out last year). The economy finally started firing on all cylinders, coming off the back of a good monsoon. The most recent GDP numbers show that the economy grew at the scorching pace of 8.4% for the September 2003 quarter. Estimates for the full year are now converging around 7.5%-8%. The biggest factor, which effectively pushed the market into a new orbit, was the record FII inflows (over Rs. 30,000 crores in equities). Interestingly, India's share of emerging market flows into Asia increased from 24% of all flows in 2002 to 47% in 2003.

The important question that must now be in the minds of investors is what will 2004 bring. Realistically, there is not much likelihood of another 72% rally. There are uncertainties regarding the coming General Elections, and valuations are certainly not as cheap as they were at the start of 2003 (average P/E ratio for the BSE Sensex is around 17.5 and 14.5 respectively for 2004 and 2005 earnings). This compares to single digits

last year. On top of that there may be some concerns about the large number of IPO's lined up for early 2004.

Nevertheless, the alternatives to the Equity market remain poor, with most Fixed Income products yielding between 5%(bank deposits) to 8%(Post office etc). Valuations, though a little rich, are nowhere as stretched as in earlier booms (comparative P/E ratios were 27.7 in May 2000, and 46.9 in August 1994). The economy is looking extremely sound, and tensions with our neighbors seem to be abating. Investors have after a long time seen a tremendous accretion to their wealth, with the market capitalization of the National Stock Exchange increasing by Rs. 490,000 crores (\$ 115 billion)! Despite this, the stock market as a percentage of GDP is around 43% in India, as compared 68% and 136% respectively in Korea and Taiwan. What may also change the equation going forward is the gradual perception among Indian investors that Equity is indeed a valid long-term investment class. Added to this will be the implementation of Pension reforms, which should also add to the availability of long-term equity funds.

To conclude, we would continue to feel that over the long run, Indian Equities will continue to outperform other asset classes. We would however, urge extreme caution in terms of investing directly in the latest “hot stock” or in terms of feeling “left behind”. While the rally is here to stay in the long run, we might experience a high degree of volatility, especially in the early part of 2004 and investors would be well advised not to panic either while buying or selling. As usual, we would urge our investors to consult with their financial advisors in deciding their asset allocations, and to invest through the Mutual Fund route rather than to act on tips. A possible lower risk option, which should be considered, is investing in plans such as the PruCICI Monthly Income Plan (An open-ended fund. Monthly income is not assured and is subject to the availability of distributable surplus), with a small (upto 15%) but important exposure to equity.

We wish all our investors a happy and prosperous 2004.

Farewell !

After three years with Prudential ICICI, I will be leaving at the end of January 2004 to head Centurion Bank. Over these three years, you have honoured us with your trust and your investments, as we have passed through one of the roughest periods for the markets. During this, we have seen stock market meltdowns, the attack on the W.T.C. and the Indian Parliament, as well as a host of other near disasters.

Despite this, you have stuck with us through thick and thin, and in the final analysis have been well rewarded for this. I am happy to say that each and every fund of ours has posted positive returns over the 3-year period.

*I will be leaving you in good hands, as **Mr. Pankaj Razdan** (who is currently our Deputy CEO) will be taking over from me.*

Once again, I would like to thank you for your trust, and request your continuing support in future.



Dileep Madgavkar
Chief Investment Officer

Debt Market

The year 2003 was overall, another bullish year for the bond market, though the pace of the rally slowed down compared to previous years. There were also periods of intermittent volatility. The 10 year gilt ended the year at 5.13% against 6.07% as at December 31, 2002 and 7.91% in December 31, 2001. The year was marked with some degree of volatility, as can be seen from the movement in the 10 year government bond yields during the year (See Graph).



The theme for the year was a decline in bond yields led by high level of liquidity almost through the year. The main reasons for the liquidity were overseas flows in the form of NRI deposits, remittances and the large FII flows. Though trade account widened to (Table I), overall inflows kept the trade balance high. This caused sharp appreciation in Rupee to close the year at Rs. 45.60 to the US \$ (47.97 in December 2002, year low of Rs. 45.23), and foreign exchange reserves swelled to \$100 billion (\$ 70 billion in end 2002). The liquidity was partly sterilised by RBI through OMOs (Rs. 29,000 cr) and prepayment of forex loans (amounting to \$ 4.8 billion).

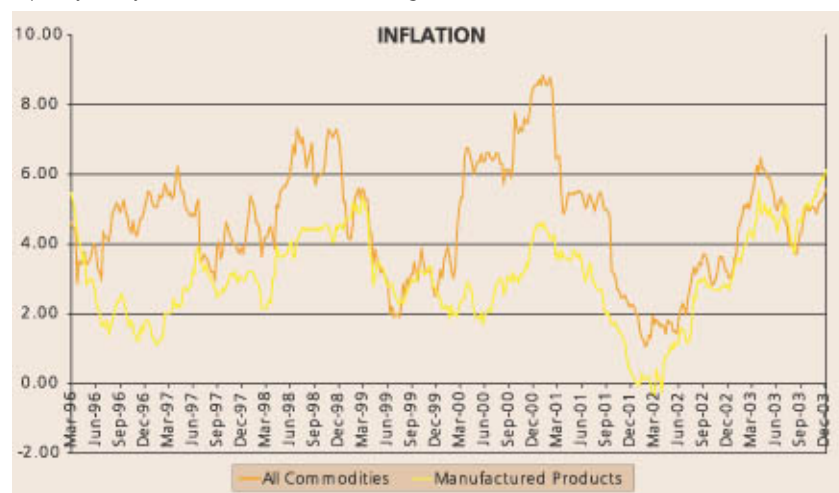
| Overseas Flows \$ Mn | Apr-Sep 2003 P | 2002-03 PR | 2001-02 |
|------------------------------------|----------------|--------------|--------------|
| Trade | -12079 | -12910 | -12703 |
| Invisibles | 12286 | 17047 | 13485 |
| Total Current Account | 207 | 4137 | 782 |
| FDI | 5187 | 4555 | 6692 |
| Loans | 1688 | -3825 | -1350 |
| Banking Capital | 3059 | 8412 | 5592 |
| of which Non Resident Deposits | 2028 | 2976 | 2754 |
| Rupee Debt Services, Other Capital | 2982 | 2971 | -361 |
| Total Capital Account | 12916 | 12113 | 10573 |
| Errors and Omissions | 407 | 730 | 402 |
| Overall BoP | 13530 | 16980 | 11757 |

Corporate credit off-take was yet at a nascent stage, though retail credit grew benefiting from low interest rates and availability of finance. But overall, growth in deposits ensured strong liquidity for the year.

| | 2003 Rs Cr | 2002 Rs. Cr | YoY% |
|-----------------------------|---------------|----------------|--------|
| M3* | 1890786 | 1684066 | 12.3% |
| Deposits* | 1409945 | 1255144 | 12.3% |
| Total Non Food* | 825310 | 724194 | 14.0% |
| Food Credit* | 35507 | 52227 | -32.0% |
| Total Credit* | 860817 | 776421 | 10.9% |
| M1 | 393104 | 345326 | 13.8% |
| RBI Credit to Govt | 53709 | 114792 | -53.2% |
| Net foreign exchange assets | 455560 | 334008 | 36.4% |

* As at December 12, 2003. All others as at December 19, 2003. Source RBI

Besides liquidity, the soft bias tone was set by the cut in interest rate on PPF to 8% from 9% by the Finance Ministry, and cut in Repo Rate (to 5%) and savings account rate (to 3.5%) by the RBI in end February. March once again turned volatile. Subsequently, CRR and bank rates were cut by 25 bps to 4.5% and 6% respectively in the Credit Policy in April and rates gradually declined during the year backed by adequate liquidity with bouts of profit booking. During the year, through subjective cuts, RBI capped interest rate on NRE deposits from 1 year to 3 year at 25 bps over LIBOR/SWAP rates for the US\$. In August, RBI cut the repo rate by 0.50% to 4.5%, and combined with successful redemption of the \$ 5.2 billion Resurgent India Bond issue on October 1st, the market rallied with the 10 year benchmark yield hitting a year low of 4.93%. In the mid-term review of the credit policy in early November, RBI left the benchmark rates unchanged which surprised the market. Thereafter inflation concerns (See Graph), signs that credit off-take may happen led to some hardening of interest rates. Overall, backed by high liquidity the yields remained soft and range-bound.



Corporate credit spreads also moved in a narrow range in the quarter. Restrictions by RBI on banks investments in unlisted corporate bonds caused spreads to widen to 90 bps and reduction in volumes. Subsequently, RBI issued a notification clarifying that mutual funds will be outside the purview of the norms till December 31, 2004, and also effectively relaxed investment deadline in unlisted securities to December 31, 2004. This led to some narrowing of corporate spreads to 70-75 bps. RBI also put up a draft paper on the liquidity adjustment facility. Among consideration are using the repo rate as an interest rate indicator, linking bank rates to the refinancing rate, allowing RBI to borrow as deposits and issuance of market sterilisation bonds.

Going forward, we expect the soft interest rate regime to continue, with adequate liquidity either through flows, or being provided by RBI. However, there are several challenges to the scenario of secular decline in interest rates witnessed over the last few years. India's index of industrial production showed 5.9% growth in April- Oct 2003 (5.6% in the same period last year). There has been strong growth in domestic sales and exports, but without any major increase in capacity expansion. Across several sectors, anecdotal evidence and "feel-good" factor indicates that there is increasing chance of capacity growth. Extent of domestic funding will dictate pressure on liquidity. Good monsoons should also lead to increasing food credit numbers. Growing economy is also likely to cause widening of trade deficit, and overseas capital flows are an important risk factor. The extent of overseas flows as well as fiscal discipline in the state and central governments will be key determinant of interest rates. The expectation therefore is that the interest rates in the lower end could soften further, that the interest rates would remain soft and range bound, with some degree of yield curve steepness as credit off-take picks up significantly.

In response to the challenging environment, we increased our portfolio liquidity and built a core portfolio in short term bonds. Portfolio liquidity had been increased through higher allocation to gilts, and within this also, the more liquid securities. Given the risks, we have at present, reduced investments in gilts with maturity greater than 2018, and in corporate bonds to less than 5 years. More than ever, investors should define their risk appetite and period of investment while choosing the appropriate investment plan. Our funds have performed well in 2003 relative to competition.

The Market Overview

Equity Market:

The BSE Sensex up 73%! The S&P CNX NIFTY up 72%! What a year it has been for the equity markets! We quote the first paragraph of the write up last year. "The year 2002 could very well be point of inflexion for equity markets. We had mentioned that the market was being ruled by sentiment and was letting the sound company fundamentals take the back seat."

What a transformation in 2003! India was the second best performing market in the Asian region, and among the best in the world.

| Indices | 31-Dec-03 | 3mths | 6mths | 1 year |
|-----------------------------------|----------------|--------------|--------------|--------------|
| S&P CNX Nifty (India) | 1879.75 | 32.6% | 65.7% | 71.9% |
| BSE Sensex | 5838.96 | 31.1% | 61.9% | 72.9% |
| MSCI Emerging Market Free | 442.78 | 17.3% | 33.1% | 51.6% |
| Kospi (Korea) | 810.71 | 16.2% | 21.0% | 29.2% |
| MSCI Asia Pacific Free (ex Japan) | 221.89 | 14.5% | 28.3% | 43.7% |
| Dow Jones Ind. Averages (US) | 10453.92 | 12.7% | 16.3% | 25.3% |
| NASDAQ Composite (US) | 2003.37 | 12.1% | 23.5% | 50.0% |
| Hang Sang Index (Hong Kong) | 12575.94 | 12.0% | 30.2% | 34.9% |
| FTSE 100 (UK) | 4476.90 | 9.4% | 11.1% | 13.6% |
| Straits Times (Singapore) | 1764.52 | 8.2% | 21.9% | 31.6% |
| Taiwan Weighted (Taiwan) | 5890.69 | 5.0% | 20.9% | 32.3% |
| Nikkei 225 (Japan) | 10676.64 | 4.5% | 17.5% | 24.5% |

* Source: Bloomberg

A movement of the S&P CNX Nifty during the year shows that the early part of the year was not easy. The Iraq war dragged down sentiment. The poor guidance given by leading software companies caused a sharp decline in the market. Thereafter, as business sentiment improved both internationally and domestically, the market has not looked back. The major buyers in the domestic market have been Foreign Institutional Investors (FIIs) who have invested a record Rs.30,342 crores (US \$ 6.5 billion) in Indian equities in 2003. And the growth momentum has only accelerated, with the last quarter alone seeing Rs. 16,259 cr (US \$ 3.6 billion). This quarter alone exceeds the previous high of Rs. 13,300 cr (\$2.8 billion) in 2001.



As expected, there has been a pick up in demand in the domestic economy fuelled by an agricultural upturn after favourable monsoons and soft interest rates. Analysts have been constantly upgrading earnings estimates in India; and like the companies, the macro performance has out-performed projections. Initial estimates were 6.0%, which were then upgraded to 6.5-7.0%. The second quarter GDP growth has been 8.4% and the first half has been 7% (see table). While the growth has been partly on account of strong rebound in agricultural growth, the industrial and services sector continue to do well. In fact, the growth in industrial sector was poor in part due to poor performance of the mining and utilities sector, which given high commodity prices and projected demand, show good prospects for the future.

| | 2003-04 Q2 | Q1 | H1 | 2002-03 Annual | 2001-02 Annual |
|-------------|------------|------|------|----------------|----------------|
| Agriculture | 7.4% | 1.7% | 4.1% | -3.2% | 5.7% |
| Industry | 6.3% | 5.8% | 6.1% | 5.7% | 3.2% |
| Services | 9.6% | 7.4% | 8.5% | 7.1% | 6.5% |
| GDP | 8.4% | 5.7% | 7.0% | 4.3% | 5.6% |

To investors, India offers a good macro theme and great micro stories. With restructured balance sheets, strong operational strengths, and topline growth aided by export competitiveness, the market is full of Indian corporate "turn-around" stories causing a broad-based market rally. The so called "old economy" stocks have come back strongly with market taking note of the strong fundamentals benefiting from the operating leverage that we had talked about earlier and notable improvement on return on equity. Be it auto, auto ancillaries, capital goods or metals, there has been good top-line and bottom-line growth. A contributor to the increased 'feel good' factor is the continued emphasis on reforms by the Government of India, with focus on infrastructure and power. The passage of the Securitisation Bill has injected new life into banking sector. Soft interest rates, have led to strong growth in retail finance, particularly housing finance. Banks have been in the forefront of this move, and have seen their valuations improve significantly with much stronger balance sheets. IT Services companies, after a tough March quarter, have been revising guidance upwards – a sign that the sector has bottomed out. The activity in Business Process Outsourcing has shown strong growth, and resulted in greater spending power in India. Years of R&D are paying for pharmaceutical companies, who are filing patents internationally for several products. There is a pick up in outsourcing of R&D in the pharmaceutical sector as well.

Looking ahead, the buoyant trend is likely to include a vivid cross section of sectors. Sectors that could show significant improvement in performance are cement, petrochemicals, FMCG and textiles. Like in metals, growth in domestic consumption from thrust in infrastructure and housing demand is likely to lead to gradual absorption of cement capacity. Despite relatively lower bottom-line growth, cement companies have been generating greater free cash flows. As cement prices start to firm, profitability will be benefited. Among the largest merger deals, that between Grasim Ltd and L&T's cement division, was also successfully negotiated in 2003. The FMCG sector is likely to benefit from the good monsoons albeit with lag effect. The textile sector shows possibilities of strong export led growth in the future.

Even after the strong appreciation in 2003, we still believe that equities as an asset class remain attractive - investments in equities are meant to generate savings over the long term. Of course there will be corrections on the way – some sharp and swift, but they could well be opportunities and not cause to panic. Given the growth potential, India remains attractive to international investors on relative valuations. Several sectors hold promise, and increasingly a bottom-up focus on companies is going to further reward investors. As we had written in an earlier communiqué, the NIFTY stocks showed a profit growth of 34% in the first half of 2003 against same period last year, making analysts revise prior earnings estimates. With turnaround in several sectors and healthy volume growth in the IT sector, further upward revisions may well be on the cards. Nevertheless, the markets are likely to be volatile and corrections will be par for the course.

Also, with the soft interest rate regime that is likely to continue, investors are likely to turn to equities for additional returns. The growth of "monthly income plans", with some investment in equities, is an evidence of this. Prudential ICICI's MIP (An open-ended fund. Monthly income is not assured and is subject to the availability of distributable surplus. Please refer to relevant fund for statutory disclosures and fund performance) is a market leader in this product, and scores highly on risk-adjusted returns. Additionally, give the low Indian savings in equities (at 2.4% of total household savings in 2001-02), we believe there could be increased allocation to equities. So far, retail participation in equities market has been muted and this could change.



In the short term, the market will be affected by flows, and on the latest quarterly numbers/guidance and investors will be tempted to "time" the markets. This may be good for the adrenalin, but the wallets would definitely benefit from systematic investment in equities! For example, the decline in share prices of in technology stocks since February 2000 has been talked about. But if one had invested a fixed amount every month in the Prudential ICICI Technology Fund since its launch in February 2000 (and on the 10th of every month as it is done in the Systematic Investment Plan), one would have earned a compounded annualised growth return of over 23% till December 31, 2003. (Past performance may or may not be sustained in future. Please refer to the relevant fund pages for statutory disclosures on fund performance). How you invest is as important as where you invest in. Investors must do their homework, make informed decisions and try not get lured into either investing in questionable companies or getting caught in the momentum game.

On that note, we wish you a happy and prosperous 2004, and several such years to come.

WHO SHOULD INVEST

those who are seeking to earn better returns on their idle money and getting their money back in just one business day, should they need it

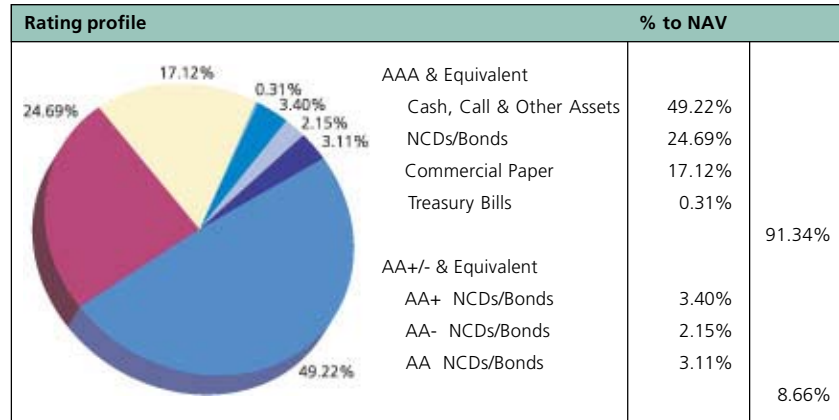
INVESTMENT HORIZON

1 day - 1 month

Figure as on 31st December, 2003

Fund Size..... Rs. 4,667.54 Crores

Average Maturity®..... 1 Month and 21 Days



Performance Record (Liquid Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|--------------------|-------------------------------|
| | | | Liquid Plan | Benchmark Index ^{^2} |
| 31-Dec-03 | | 15.4201 | | |
| 31-Dec-02 | Last 1 year (365 days) | 14.6620 | 5.17% ² | 4.57% |
| 29-Dec-00 | Last 3 years (1097 days) | 12.6315 | 7.35% ² | * |
| 30-Dec-98 | Last 5 years (1827 days) | 10.4923 | 9.38% ² | * |
| 24-Jun-98 | Since allotment (2016 days) | 10.0000 | 8.16% ¹ | * |

¹ CAGR, ² Annualised Return. [^] - Cril Liquid Fund Index. 31st Dec 2000 was not a Business Day
* - The Crisil Liquid Fund Index data is available only from 31-Mar-02.

None of the past results shown should be considered a representation of future performance.

Dividend History from July-03 onwards (Dividend Reinvestment Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend (Rs) |
|-------------|-----------------|----------|---------------|
| 7-Jul-03 | 10.0000 | 11.8401 | 0.00960 |
| 14-Jul-03 | 10.0000 | 11.8401 | 0.00960 |
| 21-Jul-03 | 10.0000 | 11.8404 | 0.00980 |
| 28-Jul-03 | 10.0000 | 11.8406 | 0.01000 |
| 4-Aug-03 | 10.0000 | 11.8402 | 0.00970 |
| 11-Aug-03 | 10.0000 | 11.8404 | 0.00980 |
| 18-Aug-03 | 10.0000 | 11.8403 | 0.00970 |
| 25-Aug-03 | 10.0000 | 11.8409 | 0.00970 |
| 1-Sep-03 | 10.0000 | 11.8401 | 0.00890 |
| 8-Sep-03 | 10.0000 | 11.8403 | 0.00900 |
| 15-Sep-03 | 10.0000 | 11.8404 | 0.00910 |
| 22-Sep-03 | 10.0000 | 11.8406 | 0.00930 |
| 30-Sep-03 | 10.0000 | 11.8420 | 0.01050 |
| 6-Oct-03 | 10.0000 | 11.8386 | 0.00740 |
| 13-Oct-03 | 10.0000 | 11.8404 | 0.00890 |
| 20-Oct-03 | 10.0000 | 11.8403 | 0.00880 |
| 27-Oct-03 | 10.0000 | 11.8403 | 0.00880 |
| 3-Nov-03 | 10.0000 | 11.8408 | 0.00920 |
| 10-Nov-03 | 10.0000 | 11.8403 | 0.00880 |
| 17-Nov-03 | 10.0000 | 11.8398 | 0.00830 |
| 24-Nov-03 | 10.0000 | 11.8399 | 0.00840 |
| 1-Dec-03 | 10.0000 | 11.8399 | 0.00960 |
| 8-Dec-03 | 10.0000 | 11.8397 | 0.00930 |
| 15-Dec-03 | 10.0000 | 11.8399 | 0.00840 |
| 22-Dec-03 | 10.0000 | 11.8399 | 0.00840 |
| 29-Dec-03 | 10.0000 | 11.8398 | 0.00830 |

PORTFOLIO

| Name | Agency | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---|--------|-----------|---------|--------------------------|----------------|
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Panatone Finvest [^] | CRISIL | AAA(SO) | 65 | 6506.89 | 1.39% |
| IDBI | ICRA | LAA | 20000 | 1019.5 | 0.22% |
| NCDs/Bonds(UnListed) | | | | | |
| GE Capital | CRISIL | AAA | 298 | 29800 | 6.40% |
| Ashok Leyland Finance | CRISIL | AA- | 100 | 10000 | 2.15% |
| IDBI Capital Market Services | ICRA | A1+ | 19 | 9500 | 2.04% |
| Citicorp Finance | CRISIL | AAA | 4450 | 8513.58 | 1.83% |
| Kotak Mahindra Investment | ICRA | A1+ | 80 | 8000 | 1.72% |
| Kotak Mahindra Primus | CRISIL | P1+ | 6000 | 6000 | 1.29% |
| IDBI | ICRA | LAA | 5000 | 5000 | 1.07% |
| Kotak Mahindra Primus | ICRA | MAA+ | 5000 | 5000 | 1.07% |
| Cholamandalam Investment & Finance | ICRA | MAAA | 2408 | 4899.39 | 1.05% |
| Reliance Industries | CRISIL | AAA | 48 | 4841.19 | 1.04% |
| Mahindra & Mahindra | | | | | |
| Financial Services | CRISIL | AA | 40 | 4000 | 0.86% |
| Citicorp-Maruti | CRISIL | AAA | 2001500 | 3500 | 0.74% |
| Citibank | CRISIL | AAA(SO) | 30 | 3140.3 | 0.67% |
| Mahindra & Mahindra | | | | | |
| Financial Services | CRISIL | P1+ | 25 | 2500 | 0.54% |
| Ramco Industries | ICRA | A1+ | 2500 | 2500 | 0.54% |
| Finolex Cables | CRISIL | P1+ | 25 | 2500 | 0.53% |
| Finolex Industries | CRISIL | P1+ | 20 | 2000 | 0.43% |
| Kotak Mahindra Bank | CRISIL | P1+ | 20 | 2000 | 0.43% |
| Rabo India Finance | CRISIL | AAA | 20 | 2000 | 0.43% |
| Kotak Securities | FITCH | F1+ | 18 | 1801.24 | 0.39% |
| Hero Honda Finlease | CRISIL | P1+ | 50 | 1400 | 0.30% |
| Associates India Financial | CRISIL | AAA | 1100 | 1100.21 | 0.24% |
| JNPT | CRISIL | P1+ | 114 | 1140 | 0.24% |
| Balrampur Chini Mills | ICRA | A1+ | 10 | 1000 | 0.21% |
| Citicorp-Maruti | ICRA | MAAA | 10 | 1000 | 0.21% |
| IL & FS | FITCH | AAAIND | 100000 | 1000 | 0.21% |
| Larsen & Toubro | CRISIL | AA+ | 10 | 1000 | 0.21% |
| Sundaram Finance | CRISIL | P1+ | 100 | 1000 | 0.21% |
| IL & FS | CARE | PR1+ | 100000 | 1000 | 0.21% |
| Apeejay Finance Group | ICRA | MAAASO | 100 | 827.21 | 0.18% |
| Citifinancial Retail Services | ICRA | A1+ | 720000 | 722.53 | 0.15% |
| GE Capital | CRISIL | P1+ | 5 | 502.24 | 0.11% |
| Sundaram Finance | ICRA | MAAA | 500 | 500 | 0.11% |
| Rabo India Finance | CRISIL | P1+ | 5 | 502.12 | 0.11% |
| IDBI [^] | CRISIL | AA+ | 5000 | 5014.82 | 1.07% |
| Kotak Mahindra Primus [^] | ICRA | MAA+ | 4900 | 4900 | 1.05% |
| Mahindra & Mahindra | | | | | |
| Financial Services [^] | CRISIL | AA | 45 | 4480.04 | 0.96% |
| Associates India Financial [^] | CRISIL | AAA | 1500 | 1500 | 0.32% |
| Citicorp-Maruti [^] | ICRA | A1+ | 10 | 1000 | 0.21% |
| Citicorp-Maruti [^] | ICRA | MAAA | 1000000 | 1000 | 0.21% |
| Commercial Paper(UnListed) | | | | | |
| Exim Bank | CRISIL | P1+ | 2968 | 14197.66 | 3.04% |
| IDFC | ICRA | A1+ | 2481 | 11918.59 | 2.56% |
| IPCL | CRISIL | P1+ | 2310 | 11103.14 | 2.38% |
| Power Finance Corporation | ICRA | A1+ | 1500 | 7330.19 | 1.57% |
| Kotak Mahindra Bank | CRISIL | P1+ | 5002340 | 7005.53 | 1.50% |
| Citicorp Finance | CRISIL | P1+ | 1726000 | 6478.28 | 1.39% |
| Development Credit Bank | CRISIL | P1+ | 5000000 | 4747.54 | 1.02% |
| HDFC | ICRA | A1+ | 968 | 4633.48 | 0.99% |
| IDFC | CRISIL | P1+ | 860 | 4204.68 | 0.90% |
| Associates India Financial | CRISIL | P1+ | 500 | 2392.06 | 0.51% |
| Sundaram Finance | CRISIL | P1+ | 200 | 989.73 | 0.21% |
| Techpacific (India) | CRISIL | P1+ | 200 | 989.12 | 0.21% |
| Pidilite Industries | CRISIL | P1+ | 150 | 744.8 | 0.16% |
| Cholamandalam | | | | | |
| Investment & Finance | CRISIL | P1+ | 10142 | 692.46 | 0.15% |
| Uti Bank [^] | ICRA | A1+ | 2500000 | 2494.45 | 0.53% |
| Treasury Bills | | | | | |
| 91 Treasury Bills | | Sovereign | 1455000 | 1452.32 | 0.31% |
| Cash, Call & Other Assets | | | | 229757.03 | 49.22% |
| Total | | | | | 100.00% |

[^] Derivatives

Fund manager's commentary

The plan continues to emphasise on steady day on day returns. While the average portfolio maturity was

increased, the proportion of liquid money market papers were also increased to have a highly liquid portfolio.

Short term PLAN

WHO SHOULD INVEST

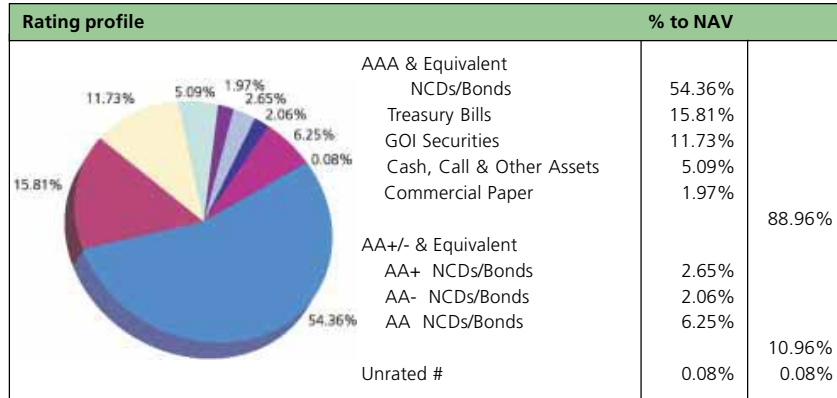
those who are seeking to reduce volatility and at the same time, want to enjoy liquidity and returns

INVESTMENT HORIZON 1 months - 3 months

Figure as on 31st December, 2003

Fund Size..... Rs. 2,030.20 Crores Average Maturity@..... 16 Months and 3 Days

PORTFOLIO



Gujarat Ambuja Cement

Performance Record (Short Term Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|----------------------------|----------|------------------------------|--------------------------------|
| | | | Short Term Plan ¹ | Benchmark Index ¹ ^ |
| 31-Dec-03 | | 11.8142 | | |
| 31-Dec-02 | Last 1 year (365) days | 11.1274 | 6.17% | 5.44% |
| 25-Oct-01 | Since allotment (797) days | 10.0000 | 7.93% | * |

* - The Crisil Bond Fund Index data is available only from 31-Mar-02.
^ - Crisil Short Term Bond Fund Index. 1 - CAGR

None of the past results shown should be considered a representation of future performance.

Dividend History from April 2003 (Short Term Plan - Monthly Dividend option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend / Units |
|-------------|-----------------|----------|------------------|
| 30-Apr-03 | 10.00 | 10.6154 | 0.0415 per unit |
| 29-May-03 | 10.00 | 10.6474 | 0.0504 per unit |
| 26-Jun-03 | 10.00 | 10.6400 | 0.0488 per unit |
| 30-Jul-03 | 10.00 | 10.6473 | 0.0551 per unit |
| 29-Aug-03 | 10.00 | 10.6589 | 0.0654 per unit |
| 29-Sep-03 | 10.00 | 10.6302 | 0.0495 per unit |
| 31-Oct-03 | 10.00 | 10.6287 | 0.0386 per unit |
| 31-Dec-03 | 10.00 | 10.6668 | 0.0723 per unit |

The above dividend from April '03 is net of Distribution Tax.

| Name | Agency | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--|--------|-----------|----------|--------------------------|----------------|
| NCDs/Bonds (Listed) | | | | | |
| Power Finance Corporation | CRISIL | AAA | 2000 | 2036.02 | 1.00% |
| Gujarat Ambuja | CRISIL | AA+ | 500000 | 520.8 | 0.26% |
| Indian Railway Finance | CRISIL | AAA(SO) | 25 | 251.63 | 0.12% |
| Exim Bank ^ | CRISIL | AAA | 15 | 1515.15 | 0.75% |
| NCDs/Bonds (Listed - Thinly Traded) | | | | | |
| Powergrid Corporation | CRISIL | AAA | 80 | 1047.51 | 0.52% |
| HDFC | CRISIL | AAA | 100 | 1015.16 | 0.50% |
| Panatone Finvest ^ | CRISIL | AAA(SO) | 10 | 1002.66 | 0.49% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Reliance Industries | CRISIL | AAA | 3500028 | 6821.76 | 3.36% |
| HDFC | CRISIL | AAA | 3000234 | 5455.72 | 2.69% |
| NALCO | CRISIL | AAA | 600000 | 4267.3 | 2.10% |
| Panatone Finvest | CRISIL | AAA | 40 | 4075.32 | 2.01% |
| Exim Bank | CRISIL | AAA | 3500 | 3712.32 | 1.83% |
| IDBI | CRISIL | AA+ | 3000 | 3014.61 | 1.48% |
| Powergrid Corporation | CRISIL | AAA | 1000074 | 2920.45 | 1.44% |
| Grasim Industries | CARE | AAA | 40 | 2039.82 | 1.00% |
| Indian Railway Finance | CRISIL | AAA | 1500000 | 1675.43 | 0.83% |
| INDAL | CRISIL | AAA | 15 | 1653.74 | 0.81% |
| State Bank Of India | FITCH | INDAAA | 1500 | 1620.91 | 0.80% |
| Gujarat Ambuja | FITCH | INDAAA | 14 | 1422.76 | 0.70% |
| IDFC | ICRA | LAAA | 6 | 1095.56 | 0.54% |
| Indian Railway Finance | ICRA | LAAA | 5 | 555.69 | 0.27% |
| Hindalco Industries | FITCH | INDAAA | 93 | 473.76 | 0.23% |
| Hindalco Industries | CRISIL | AAA | 38 | 60.3 | 0.03% |
| NCDs/Bonds(UnListed) | | | | | |
| IDBI | ICRA | LAA | 9500 | 9573.96 | 4.72% |
| Associates India Financial | CRISIL | AAA | 8685 | 8891.92 | 4.37% |
| Citicorp Finance | CRISIL | AAA | 5500 | 5740.81 | 2.83% |
| Citicorp Finance | CRISIL | AAA(SO) | 50 | 4505.22 | 2.22% |
| GE Capital | CRISIL | AAA | 38 | 3841.9 | 1.90% |
| Ashok Leyland | CRISIL | AA- | 30 | 3140.74 | 1.55% |
| People Financial Services | CRISIL | AAA(SO) | 53 | 3053.57 | 1.51% |
| Reliance Industries | CRISIL | AAA | 1964523 | 3038.97 | 1.50% |
| NABARD | ICRA | LAAA | 300 | 3015.01 | 1.49% |
| Indian Railway Finance | CRISIL | AAA | 1851000 | 2918.21 | 1.44% |
| Ashok Leyland Finance | CRISIL | AAA(SO) | 54 | 2621.55 | 1.29% |
| Exim Bank | CRISIL | AAA | 25 | 2528.46 | 1.24% |
| Kotak Mahindra Bank | CRISIL | AAA(SO) | 25 | 2522 | 1.24% |
| ACC | ICRA | LAA | 20 | 2086.56 | 1.03% |
| Sundaram Finance | ICRA | MAAA | 2000 | 2049.03 | 1.01% |
| Rabo India Finance | CRISIL | AAA | 20 | 2034.2 | 1.00% |
| Hindalco Industries | CRISIL | AAA | 1000005 | 1628.59 | 0.80% |
| Tata Iron & Steel | CRISIL | AAA | 16 | 1628.95 | 0.80% |
| BASF | ICRA | LAAA | 15 | 1513.62 | 0.75% |
| Kotak Securities | FITCH | AAIND | 13 | 1300.85 | 0.64% |
| Tata Motors | CRISIL | AAA(SO) | 26 | 1244.11 | 0.61% |
| Ashok Leyland Finance | CRISIL | AA- | 10 | 1031.5 | 0.51% |
| Mahindra & Mahindra Financial Services | CRISIL | AA | 10 | 1009.72 | 0.50% |
| Cholamandalam Investment & Finance | ICRA | MAAA | 965000 | 980.23 | 0.48% |
| People Financial Services | ICRA | LAAA(SO) | 21 | 931.62 | 0.45% |
| Citicorp-Maruti | CRISIL | AAA | 845000 | 873.91 | 0.43% |
| Exide Industries | ICRA | MAAA | 8 | 810 | 0.40% |
| Powergrid Corporation | CRISIL | AAA | 30 | 793.62 | 0.39% |
| ICICI Bank | CRISIL | AAA | 10000 | 582.82 | 0.29% |
| Tata Motors | CRISIL | P1+(SO) | 10 | 556.85 | 0.27% |
| Larsen & Toubro | CRISIL | AA+ | 5 | 540.79 | 0.27% |
| Citifinancial Retail Services | ICRA | A1+ | 500000 | 501.76 | 0.25% |
| Ashok Leyland Finance | CRISIL | P1+ | 5 | 491.68 | 0.24% |
| Standard Chartered | CRISIL | P1+(SO) | 8 | 429.97 | 0.21% |
| Kotak Mahindra Bank | CRISIL | P1+ | 4 | 400.87 | 0.20% |
| Citicorp-Maruti | CRISIL | P1+ | 155000 | 155.38 | 0.08% |
| Gujarat Ambuja | CRISIL | Unrated | 155000 | 157.71 | 0.08% |
| Kotak Mahindra Primus | CRISIL | P1+ | 100 | 100.17 | 0.05% |
| Rabo India Finance ^ | CRISIL | AAA | 30 | 3040.34 | 1.50% |
| Associates India Financial ^ | CRISIL | AAA | 1100000 | 1117.58 | 0.55% |
| GE Capital ^ | CRISIL | AAA | 1100000 | 1116.82 | 0.55% |
| Commercial Paper(UnListed) | | | | | |
| Exim Bank | CRISIL | P1+ | 2240000 | 2170.09 | 1.07% |
| Cholamandalam Investment & Finance | CRISIL | P1+ | 925000 | 910.36 | 0.45% |
| Indian Hotels | ICRA | A1+ | 925000 | 910.8 | 0.45% |
| GOI Securities | | | | | |
| 12.50 % GOI 2004 | | Sovereign | 11500000 | 11705.85 | 5.77% |
| 4.83 % GOI 2006 | | Sovereign | 4000000 | 4026.28 | 1.98% |
| 7.40 % GOI 2012 | | Sovereign | 2500000 | 2889.25 | 1.42% |
| 6.85 % GOI 2012 | | Sovereign | 2500000 | 2791.25 | 1.37% |
| 8.07 % GOI 2017 | | Sovereign | 1000000 | 1238 | 0.61% |
| 7.46 % GOI 2017 | | Sovereign | 1000000 | 1186.8 | 0.58% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | | Sovereign | 7500000 | 7444.19 | 3.67% |
| 364 Treasury Bills | | Sovereign | 4825000 | 4672.91 | 2.30% |
| 364 Treasury Bills | | Sovereign | 3650000 | 3518.01 | 1.73% |
| 364 Treasury Bills | | Sovereign | 3500000 | 3368.05 | 1.66% |
| 364 Treasury Bills | | Sovereign | 2417000 | 2402.87 | 1.18% |
| 364 Treasury Bills | | Sovereign | 2267000 | 2227.72 | 1.10% |
| 364 Treasury Bills | | Sovereign | 2075000 | 2042.13 | 1.01% |
| 364 Treasury Bills | | Sovereign | 2000000 | 1955.79 | 0.96% |
| 364 Treasury Bills | | Sovereign | 2000000 | 1933.85 | 0.95% |
| 364 Treasury Bills | | Sovereign | 1360000 | 1345.19 | 0.66% |
| 364 Treasury Bills | | Sovereign | 1235000 | 1197.99 | 0.59% |
| Cash, Call & Other Assets | | | | 10326.67 | 5.09% |
| Total | | | | | 100.00% |

^ Derivatives

Fund manager's commentary

The average maturity of the portfolio was decreased during the quarter through significant reduction in allocation to longer gilts and the emphasis continues to be on maintaining a high portfolio liquidity. In the

current quarter, investment in treasury bills was increased. In the gilt allocation also, the emphasis was in keeping the more liquid papers to express our interest rate view. The overall long term corporate papers were more or less in line with the past.

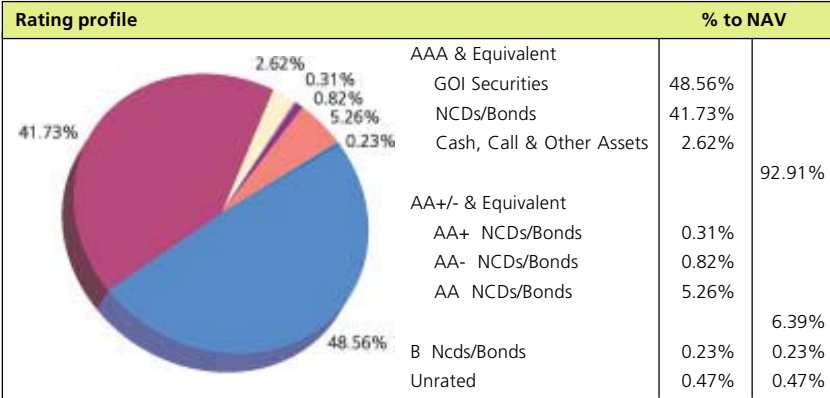
WHO SHOULD INVEST

those who are looking at creating an ideal balance between maximising returns and yet minimising risk

INVESTMENT HORIZON 6 months & more

Figure as on 31st December, 2003

Fund Size..... Rs.3,236.31 Crores Average Maturity®..... 6.31 years



- IPCL

Performance Record (Income Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|--------------------------|-------------------------------|
| | | | Income Plan ¹ | Benchmark Index ^{^1} |
| 31-Dec-03 | | 19.5172 | | |
| 31-Dec-02 | Last 12 months (365 days) | 18.04 | 8.18% | 8.12% |
| 29-Dec-00 | Last 3 years (1097 days) | 13.34 | 13.50% | * |
| 30-Dec-98 | Last 5 years (1827 days) | 10.56 | 13.06% | * |
| 9-Jul-98 | Since allotment (2001 days) | 10.00 | 12.97% | * |

¹ CAGR, [^] - Crisil Composite Bond Fund Index. 31-Dec-2000 & 31-Dec-1998 were not Business Days.
* - The Crisil Composite Bond Fund Index data is available only from 31-Mar-2002

None of the past results shown should be considered a representation of future performance.

Dividend History (Income plan - Half yearly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend /Units |
|-------------|-----------------|----------|-----------------|
| 30-Jun-99 | 10.00 | 11.2900 | 1.08 per unit |
| 16-Mar-00 | 10.00 | 11.1000 | 0.84 per unit |
| 25-Sep-00 | 10.00 | 10.4900 | 0.35 per unit |
| 22-Mar-01 | 10.00 | 10.8700 | 0.55 per unit |
| 21-Sep-01 | 10.00 | 10.8500 | 0.60 per unit |
| 15-Mar-02 | 10.00 | 11.1600 | 0.80 per unit |
| 30-Sep-02 | 10.00 | 10.8575 | 0.45 per unit |
| 16-Apr-03 | 10.00 | 11.2236 | 0.60 per unit |
| 25-Sep-03 | 10.00 | 11.0634 | 0.4580 per unit |

Dividend History (Income plan - Quarterly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend /Units |
|-------------|-----------------|----------|-----------------|
| 26-Jun-03 | 10.00 | 11.4433 | 0.2305 per unit |
| 25-Sep-03 | 10.00 | 11.5051 | 0.2852 per unit |
| 24-Dec-03 | 10.00 | 11.3073 | 0.1239 per unit |

The above dividend from April'03 is net of Distribution tax.

PORTFOLIO

| Name | Agency | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--|-----------|---------|----------|--------------------------|----------------|
| NCDs/Bonds (Listed) | | | | | |
| Power Finance Corporation | CRISIL | AAA | 7500 | 7635.09 | 2.36% |
| IPCL | CRISIL | AA | 100 | 1122.33 | 0.35% |
| NCDs/Bonds (Listed - Thinly Traded) | | | | | |
| Reliance Industries | CRISIL | AAA | 650 | 6671.13 | 2.06% |
| Panatone Finvest | CRISIL | AAA(SO) | 35 | 3569.43 | 1.10% |
| HDFC | CRISIL | AAA | 300 | 3045.48 | 0.94% |
| NABARD | CRISIL | AAA | 300 | 3037.18 | 0.94% |
| Power Finance Corporation | CRISIL | AAA | 1800 | 2004.74 | 0.62% |
| Indian Railway Finance | CRISIL | AAA(SO) | 1000000 | 1091.89 | 0.34% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| State Bank Of India | CRISIL | AAA | 5100200 | 8247.72 | 2.55% |
| Grasim Industries | CARE | AAA | 250 | 7161.53 | 2.22% |
| ICICI Bank | ICRA | LAAA | 127700 | 7031.16 | 2.17% |
| Reliance Industries | CRISIL | AAA | 4000100 | 5567.54 | 1.72% |
| Indian Railway Finance | CRISIL | AAA | 4000051 | 4993.38 | 1.54% |
| Indian Railway Finance | ICRA | LAAA | 40 | 4445.56 | 1.37% |
| LIC Housing Finance | CRISIL | AAA | 35 | 3941.31 | 1.22% |
| BPCL | CRISIL | AAA | 1115 | 3818.79 | 1.18% |
| Citibank | CRISIL | AAA | 31 | 3795.18 | 1.17% |
| Exim Bank | CRISIL | AAA | 2510 | 3672.3 | 1.14% |
| Power Finance Corporation | CRISIL | AAA | 502500 | 3316.14 | 1.03% |
| Hindalco Industries | FITCH | INDAAA | 600 | 3304.24 | 1.02% |
| HDFC | CRISIL | AAA | 2000050 | 2740.13 | 0.84% |
| IDFC | ICRA | LAAA | 4 | 2213.16 | 0.68% |
| Grasim Industries | CRISIL | AAA | 20 | 2083.37 | 0.64% |
| Stanchart Grindlays Bank | ICRA | LAAA | 16 | 2063.27 | 0.64% |
| ACC | ICRA | LAA | 150 | 1675.67 | 0.52% |
| Powergrid Corporation | CRISIL | AAA | 1000020 | 1619.81 | 0.49% |
| IPCL | | Unrated | 21 | 1526.47 | 0.47% |
| Bharat Heavy Electricals | CRISIL | AAA | 10 | 1095.32 | 0.34% |
| Abn Amro Bank | CRISIL | AAA | 9 | 1065.52 | 0.33% |
| NALCO | CRISIL | AAA | 150000 | 1066.82 | 0.33% |
| Konkan Railway | CRISIL | AAA(SO) | 50000 | 589.59 | 0.18% |
| Tata Power | CRISIL | AA+ | 8 | 507.63 | 0.16% |
| IDBI | ICRA | LAA | 4 | 415.73 | 0.13% |
| Bank Of Baroda | ICRA | LAAA | 100 | 116.88 | 0.04% |
| Hindalco Industries | CRISIL | AAA | 40 | 63.48 | 0.02% |
| NCDs/Bonds(UnListed) | | | | | |
| Hindalco Industries | CRISIL | AAA | 1000080 | 9642.79 | 2.98% |
| IDBI | ICRA | LAA | 8000 | 8126.09 | 2.51% |
| HDFC | CRISIL | AAA | 1500450 | 6380.73 | 1.97% |
| Reliance Industries | CRISIL | AAA | 3500020 | 5244.78 | 1.62% |
| Exim Bank | CRISIL | AAA | 2000025 | 2939.78 | 0.91% |
| Bharti Mobile | CRISIL | AAA(SO) | 20 | 2258.78 | 0.69% |
| Ashok Leyland | CRISIL | AA- | 15 | 1579.44 | 0.49% |
| Hindalco Industries | FITCH | INDAAA | 300 | 1525.7 | 0.47% |
| ICICI Bank | CRISIL | AAA | 30000 | 1475.03 | 0.46% |
| Mahavir Spinning Mills | CRISIL | AA- | 10 | 1070.51 | 0.33% |
| GE Capital | CRISIL | AAA | 10 | 1017 | 0.31% |
| IL & FS | CARE | AAA | 95000 | 1011.43 | 0.31% |
| People Financial Services | CRISIL | AAA(SO) | 13 | 813.54 | 0.25% |
| Gujarat State Fertilisers & Chemicals ⁵ | ICRA | LB | 200 | 750 | 0.23% |
| Tata Motors | CRISIL | AAA(SO) | 10 | 686.47 | 0.21% |
| Citicorp-Maruti | CRISIL | AAA | 500000 | 523.24 | 0.16% |
| Vysya Bank | CRISIL | AA+ | 500 | 498.18 | 0.15% |
| Citibank | CRISIL | P1+SO | 5 | 296.08 | 0.09% |
| Ashok Leyland Finance | CRISIL | AAA(SO) | 10 | 244.09 | 0.08% |
| IDBI ^ | ICRA | LAA | 5000 | 5647.39 | 1.75% |
| GOI Securities | | | | | |
| 7.27% GOI 2013 | Sovereign | | 22000000 | 25564 | 7.90% |
| 9.81% GOI 2013 | Sovereign | | 16000000 | 21488 | 6.64% |
| 11.50% GOI 2011 | Sovereign | | 12541400 | 17672.09 | 5.46% |
| 7.37% GOI 2014 | Sovereign | | 14500000 | 17052 | 5.27% |
| 7.46% GOI 2017 | Sovereign | | 10500000 | 12461.4 | 3.85% |
| 9.39% GOI 2011 | Sovereign | | 9500000 | 12008 | 3.71% |
| 6.85% GOI 2012 | Sovereign | | 8500000 | 9490.25 | 2.93% |
| 8.07% GOI 2017 | Sovereign | | 7000000 | 8666 | 2.68% |
| 7.49% GOI 2017 | Sovereign | | 5961000 | 7031 | 2.17% |
| 12.40% GOI 2013 | Sovereign | | 4500000 | 6837.48 | 2.11% |
| 11.03% GOI 2012 | Sovereign | | 4500000 | 6308.1 | 1.95% |
| 11.83% GOI 2014 | Sovereign | | 2500000 | 3775 | 1.17% |
| 10.71% GOI 2016 | Sovereign | | 2000000 | 2902.4 | 0.90% |
| 10.47% GOI 2015 | Sovereign | | 1500000 | 2109.75 | 0.65% |
| 4.83% GOI 2006 | Sovereign | | 1500000 | 1509.86 | 0.47% |
| 10.95% GOI 2011 | Sovereign | | 1000000 | 1354.5 | 0.42% |
| 6.30% GOI 2023 | Sovereign | | 500000 | 520.5 | 0.16% |
| 11.99% GOI 2009 | Sovereign | | 300000 | 398.76 | 0.12% |
| Cash, Call & Other Assets | | | | 8479.13 | 2.62% |
| Total | | | | | 100.00% |

^Derivatives \$ Restructured Asset

Fund manager's commentary

The overall portfolio liquidity was increased, and the average maturity was decreased. Gilts over year 2018 were sold during the quarter, and the allocation to gilts was also marginally decreased.

GILT FUND

WHO SHOULD INVEST

those who are looking at investing in government securities which enjoy no credit risk, hence ensuring the safety of their money

INVESTMENT HORIZON - Treasury Plan 3 months - 6 months

Figure as on 31st December, 2003

Fund Size Treasury Plan Rs. 22.03 Crores
Average Maturity@ Treasury Plan 1.21 years

Performance Record (Gilt Fund Treasury Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns ¹ | |
|-----------|-----------------------------|----------|----------------------------|-------------------------------|
| | | | Gilt Treasury ¹ | Benchmark Index ^{*1} |
| 31-Dec-03 | | 15.4868 | | |
| 31-Dec-02 | Last 12 months (365 days) | 14.2519 | 8.66% | 7.73% |
| 29-Dec-00 | Last 3 years (1097 days) | 11.6505 | 9.93% | * |
| 19-Aug-99 | Since allotment (1595 days) | 10.0000 | 10.53% | * |

¹Compounded Annualised Returns.

[^] I-Sec Si-Bex * - The I-Sec Si-Bex Index data is available only from 31-Mar-02
 31st December 2000 was not a Business Day.

None of the past results shown should be considered representation of future performance.

Dividend History (Treasury Plan Dividend Option) from May 2000 onwards

| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|-----------------|
| 19-May-00 | 10.5433 | 10.0000 | 0.3000 per unit |
| 18-Aug-00 | 10.2177 | 10.0000 | 0.1200 per unit |
| 17-Nov-00 | 10.3803 | 10.0000 | 0.1900 per unit |
| 20-Feb-01 | 10.5269 | 10.0000 | 0.2500 per unit |
| 7-Jun-01 | 10.5582 | 10.0000 | 0.2899 per unit |
| 16-Aug-01 | 10.5846 | 10.0000 | 0.2500 per unit |
| 22-Nov-01 | 10.6065 | 10.0000 | 0.3000 per unit |
| 14-Feb-02 | 10.1906 | 10.0000 | 0.2900 per unit |
| 26-Aug-02 | 10.5130 | 10.0000 | 0.1910 per unit |
| 29-May-03 | 11.0948 | 10.0000 | 0.6294 per unit |
| 27-Nov-03 | 10.5107 | 10.0000 | 0.1064 per unit |

The above dividend from April'03 is net of Distribution tax

| Name | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------|-----------|--------|--------------------------|----------------|
| GOI Securities | | | | |
| 11.75% GOI 2006 | Sovereign | 500000 | 577.65 | 26.22% |
| 12.50 % GOI 2004 | Sovereign | 500000 | 508.95 | 23.10% |
| 4.83% GOI 2006 | Sovereign | 300000 | 301.97 | 13.70% |
| Treasury Bills | | | | |
| 364 Treasury Bills | Sovereign | 500000 | 481.92 | 21.87% |
| Cash, Call & Other Assets | | | 332.94 | 15.11% |
| Total | | | | 100.00% |

Maturity Profile (Gilt Fund - Treasury Plan)



INVESTMENT HORIZON - Investment Plan 6 months & more

Figure as on 31st December, 2003

Fund Size Investment Plan Rs. 461.59 Crores
Average Maturity@ Investment Plan 9.55 years

Performance Record (Gilt Fund Investment Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|------------------------------|-------------------------------|
| | | | Gilt Investment ¹ | Benchmark Index ^{*1} |
| 31-Dec-03 | | 19.9213 | | |
| 31-Dec-02 | Last 12 months (365 days) | 18.1423 | 9.81% | 13.04% |
| 29-Dec-00 | Last 3 years (1097 days) | 11.8388 | 18.90% | * |
| 19-Aug-99 | Since allotment (1595 days) | 10.0000 | 17.08% | * |

¹Compounded Annualised Returns.

[^] I-Sec Li-Bex * - The I-Sec Li-Bex Index data is available only from 31-Mar-02
 31st December 2000 was not a Business Day.

None of the past results shown should be considered representation of future performance.

Dividend History (Investment Plan Dividend Option) from Feb 2000 onwards

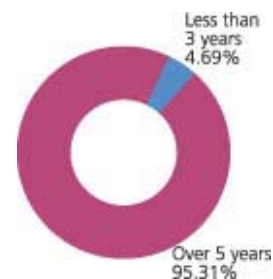
| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|-----------------|
| 18-Feb-00 | 10.9973 | 10.0000 | 0.625 per unit |
| 18-Aug-00 | 10.4788 | 10.0000 | 0.330 per unit |
| 20-Feb-01 | 11.1520 | 10.0000 | 0.600 per unit |
| 16-Aug-01 | 11.4616 | 10.0000 | 0.750 per unit |
| 14-Feb-02 | 10.8013 | 10.0000 | 1.60 per unit |
| 26-Aug-02 | 11.0997 | 10.0000 | 0.4320 per unit |
| 29-May-03 | 12.2424 | 10.0000 | 1.2144 per unit |
| 27-Nov-03 | 11.3532 | 10.0000 | 0.4432 per unit |

The above dividend from April '03 is net of Distribution tax.

Portfolio - Investment Plan

| Name | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------|-----------|---------|--------------------------|----------------|
| GOI Securities | | | | |
| 9.39% GOI 2011 | Sovereign | 6000000 | 7584 | 16.43% |
| 9.40% GOI 2012 | Sovereign | 5500000 | 7121.95 | 15.43% |
| 9.85% GOI 2015 | Sovereign | 5000000 | 6970 | 15.10% |
| 7.55% GOI 2010 | Sovereign | 6000000 | 6845.4 | 14.83% |
| 11.43% GOI 2015 | Sovereign | 2000000 | 2990.49 | 6.48% |
| 7.38% GOI 2015 | Sovereign | 2500000 | 2960 | 6.41% |
| 10.95 % GOI 2011 | Sovereign | 2000000 | 2709 | 5.87% |
| 6.35% GOI 2020 | Sovereign | 2500000 | 2662.57 | 5.77% |
| 6.30% GOI 2023 | Sovereign | 2500000 | 2602.5 | 5.64% |
| 11.30% GOI 2010 | Sovereign | 650000 | 875.55 | 1.90% |
| 4.83% GOI 2006 | Sovereign | 700000 | 704.6 | 1.53% |
| 9.81% GOI 2013 | Sovereign | 500000 | 671.5 | 1.45% |
| Cash, Call & Other Assets | | | 1458.63 | 3.16% |
| Total | | | | 100.00% |

Maturity Profile (Gilt Fund - Investment Plan)



Fund manager's commentary

The maturity of the gilt plans were reduced during the quarter. As with other bond funds, the component

of gilts over 2018 segment was sold off (in the gilt investment plan) where the portfolio maturity was significantly reduced, and the overall portfolio liquidity increased significantly.

FIXED MATURITY PLAN

WHO SHOULD INVEST

those who have a fixed investment horizon for approximately 90 days, 182 days and 379 days

INVESTMENT HORIZON • Quarterly • Half Yearly • Yearly

Figure as on 31st December, 2003

Fund Size Rs. 255.33 crores

| PORTFOLIO | | | |
|--------------------------------|----------|----------------------|----------------|
| Name | Quantity | Mkt.Vl.(Rs. in lacs) | % to NAV |
| FMP - Yearly (Series 1) | | | |
| Cash, Call & Other Assets | | 3.7 | 100.00% |
| Total | | | 100.00% |

| FMP - Yearly (Series 2) | | | |
|---------------------------|--------|--------|----------------|
| Treasury Bills | | | |
| 364 Treasury Bills | 425000 | 418.27 | 99.61% |
| Cash, Call & Other Assets | | 1.63 | 0.39% |
| Total | | | 100.00% |

| FMP - Yearly (Series 5) | | | |
|---------------------------|---------|--------|----------------|
| Treasury Bills | | | |
| 364 Treasury Bills | 575,000 | 568.74 | 100.29% |
| Cash, Call & Other Assets | | -1.63 | -0.29% |
| Total | | | 100.00% |

| FMP - Yearly (Series 12) | | | | | |
|---|--------|-----------|--------|--------|----------------|
| NCDs/Bonds (Listed) | | | | | |
| Indian Railway Finance | CRISIL | AAA(SO) | 50 | 503.25 | 11.29% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Gujarat Ambuja | FITCH | INDAAA | 3 | 304.88 | 6.84% |
| NCDs/Bonds(UnListed) | | | | | |
| GE Capital | CRISIL | P1+ | 5 | 502.24 | 11.27% |
| Rabo India Finance | CRISIL | P1+ | 5 | 502.12 | 11.27% |
| Citicorp-Maruti | CRISIL | P1+ | 500000 | 501.24 | 11.25% |
| Tata Iron & Steel | CRISIL | AAA | 4 | 407.24 | 9.14% |
| Kotak Mahindra Bank | CRISIL | P1+ | 4 | 400.87 | 9.00% |
| Kotak Mahindra Primus | CRISIL | P1+ | 400 | 400.69 | 8.99% |
| Commercial Paper(UnListed) | | | | | |
| Citicorp Finance | CRISIL | P1+ | 500000 | 494.4 | 11.10% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | | Sovereign | 45000 | 44.51 | 1.00% |
| Cash, Call & Other Assets | | | | 394.34 | 8.85% |
| Total | | | | | 100.00% |

| Scheme Name | Average Maturity® |
|---|-------------------|
| Prudential ICICI FMP - Yearly Series 1 | 1 Day |
| Prudential ICICI FMP - Yearly Series 2 | 0.37 Years |
| Prudential ICICI FMP - Yearly Series 5 | 0.25 Years |
| Prudential ICICI FMP - Yearly Series 12 | 0.24 Years |

| DIVIDEND HISTORY | | | |
|--|----------|------------------|-----------------|
| Record Date | NAV (Rs) | Face Value (Rs.) | Dividend (Rs) |
| Dividend History : FMP Quarterly Series 1 | | | |
| 19-Mar-01 | 10.2387 | 10.00 | 0.1950 per unit |
| 18-Jun-01 | 10.2678 | 10.00 | 0.2430 per unit |
| 17-Sep-01 | 10.2021 | 10.00 | 0.1833 per unit |
| 17-Dec-01 | 10.2089 | 10.00 | 0.1895 per unit |
| 18-Mar-02 | 10.1997 | 10.00 | 0.1810 per unit |
| Dividend History : FMP Quarterly Series 2 | | | |
| 19-Apr-01 | 10.2315 | 10.00 | 0.1891 per unit |
| 19-Jul-01 | 10.2250 | 10.00 | 0.2042 per unit |
| 19-Oct-01 | 10.2043 | 10.00 | 0.1854 per unit |
| 18-Jan-02 | 10.1935 | 10.00 | 0.1756 per unit |
| 20-Apr-02 | 10.1849 | 10.00 | 0.1847 per unit |
| Dividend History : FMP Quarterly Series 3 | | | |
| 18-May-01 | 10.2258 | 10.0000 | 0.1875 per unit |
| 19-Aug-01 | 10.3163 | 10.0000 | 0.2867 per unit |
| 18-Nov-01 | 10.2037 | 10.0000 | 0.1847 per unit |
| 15-Feb-02 | 10.1782 | 10.0000 | 0.1617 per unit |
| 17-May-02 | 10.1788 | 10.0000 | 0.1788 per unit |
| Dividend History : FMP Half Yearly Series 1 | | | |
| 18-Jun-01 | 10.2315 | 10.0000 | 0.4397 per unit |
| 18-Dec-01 | 10.4170 | 10.0000 | 0.3784 per unit |
| Dividend History : FMP Half Yearly Series 2 | | | |
| 18-Sep-01 | 10.3640 | 10.0000 | 0.3303 per unit |
| 15-Mar-02 | 10.4125 | 10.0000 | 0.3743 per unit |
| 19-Sep-03 | 10.8216 | 10.0000 | 0.7283 per unit |
| Dividend History : FMP Yearly Series 1 | | | |
| 2-Jan-02 | 11.0499 | 10.0000 | 0.9504 per unit |
| Dividend History : FMP Yearly Series 2 | | | |
| 26-Mar-02 | 11.0173 | 10.0000 | 0.9231 per unit |

| PERFORMANCE | | | | |
|---|-------------------------------|-----------------------------|----------|--------------------|
| Performance Records for FMP Cumulative Option | | | | |
| Date | FMP (Cumulative Option) | Period | NAV (Rs) | Returns |
| 31-Dec-02 | Yrly Sr 1 | Last 12 month (365) days | 11.8302 | 4.82% ¹ |
| 20-Dec-00 | Yrly Sr 1 | Since allotment (1106) days | 10.0000 | 7.36% ¹ |
| 31-Dec-02 | Yrly Sr 2 | Last 12 month (365) days | 11.6197 | 4.51% ¹ |
| 22-Mar-01 | Yrly Sr 2 | Since allotment (1014) days | 10.0000 | 7.24% ¹ |
| 31-Dec-02 | Yrly Sr 5 | Last 12 months (365) days | 10.7147 | 4.43% ¹ |
| 22-Mar-02 | Yrly Sr 5 | Since allotment (649) days | 10.0000 | 6.53% ¹ |
| 21-Mar-03 | Yrly Sr 12 | Since allotment (285) days | 10.0000 | 4.96% ² |
| ¹ CAGR | ² Absolute Returns | | | |

Note - For computation of returns the allotment NAV has been taken as Rs 10.00.

INVESTMENT HORIZON

Regular income month after month

Figure as on 31st December, 2003

Fund Size..... Rs. 1,132.48 Crores Average Maturity®..... 1.08 years

| Rating profile | % to NAV | Total |
|---------------------------|----------|--------|
| AAA & Equivalent | 22.65% | 80.19% |
| Treasury Bills | 22.65% | |
| NCDs/Bonds | 20.16% | |
| GOI Securities | 12.34% | |
| Cash, Call & Other Assets | 14.46% | |
| Commercial Paper | 10.58% | |
| AA+/- & Equivalent | | 5.11% |
| AA+ NCDs/Bonds | 0.11% | |
| AA- NCDs/Bonds | 1.43% | |
| AA NCDs/Bonds | 3.57% | |
| Equities | 14.70% | 14.70% |

Debt Equity Ratio

| | |
|---------------|-----------------|
| Debt : Equity | 85.30% : 14.70% |
|---------------|-----------------|

Performance Records (Monthly Income Plan - Cumulative Option)

| Date | Period | NAV | Returns ¹ | Benchmark Index ^{^1} |
|-----------|----------------------------|---------|----------------------|-------------------------------|
| 31-Dec-03 | | 14.5425 | | |
| 31-Dec-02 | Last 12 months (365days) | 12.6925 | 14.58% | 16.18% |
| 10-Nov-00 | Since allotment (1146days) | 10.0000 | 12.67% | * |

¹ CAGR, * - The Benchmark data is available only from 31-Mar-02
[^] Crisil MIP Blended Index

None of the past results shown should be considered representation of future performance.

Dividend History from Dec-02 onwards (Monthly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend/Unit (Rs) |
|-------------|-----------------|----------|--------------------|
| 31-Dec-03 | 10.0000 | 11.1746 | 0.05320 |
| 27-Nov-03 | 10.0000 | 10.9939 | 0.05940 |
| 30-Oct-03 | 10.0000 | 10.9382 | 0.05320 |
| 29-Sep-03 | 10.0000 | 10.8405 | 0.06650 |
| 29-Aug-03 | 10.0000 | 10.8076 | 0.06990 |
| 31-Jul-03 | 10.0000 | 10.6149 | 0.05320 |
| 30-June-03 | 10.0000 | 10.5644 | 0.05320 |
| 31-May-03 | 10.0000 | 10.4776 | 0.05320 |
| 30-April-03 | 10.0000 | 10.3806 | 0.05320 |
| 3-April-03 | 10.0000 | 10.3803 | 0.05320 |
| 28-Feb-03 | 10.0000 | 10.4195 | 0.060 |
| 31-Jan-03 | 10.0000 | 10.3989 | 0.060 |
| 31-Dec-02 | 10.0000 | 10.4710 | 0.060 |

Dividend History from Nov-02 onwards (Quarterly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend/Unit (Rs) |
|-------------|-----------------|----------|--------------------|
| 27-Nov-03 | 10.0000 | 11.1358 | 0.1773 |
| 29-Aug-03 | 10.0000 | 10.9422 | 0.1773 |
| 31-May-03 | 10.0000 | 10.6230 | 0.1728 |
| 28-Feb-03 | 10.0000 | 10.5647 | 0.1821 |
| 29-Nov-02 | 10.0000 | 10.5926 | 0.1820 |

Dividend History from Feb-02 onwards (Half Yearly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend/Unit (Rs) |
|-------------|-----------------|----------|--------------------|
| 29-Aug-03 | 10.0000 | 11.1062 | 0.3546 |
| 28-Feb-03 | 10.0000 | 10.7127 | 0.3673 |
| 30-Aug-02 | 10.0000 | 10.6037 | 0.3670 |
| 28-Feb-02 | 10.0000 | 10.1378 | 0.4950 |

The above dividend from April'03 is net of Distribution tax

PORTFOLIO

| Name | Agency/ Sector | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--|---------------------------------|-----------|---------|--------------------------|----------------|
| NCDs/Bonds (Listed - Thinly Traded) | | | | | |
| Panatone Finvest | CRISIL | AAA(SO) | 5 | 509.92 | 0.45% |
| Power Finance Corporation | CRISIL | AAA | 200 | 222.75 | 0.20% |
| Indian Railway Finance | CRISIL | AAA(SO) | 200000 | 218.38 | 0.19% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Grasim Industries | CARE | AAA | 500020 | 1186.61 | 1.05% |
| Indian Railway Finance | CRISIL | AAA | 1000000 | 1038.57 | 0.92% |
| State Bank Of India | CRISIL | AAA | 200500 | 766.64 | 0.68% |
| NALCO | CRISIL | AAA | 90000 | 640.09 | 0.57% |
| Bharat Heavy Electricals | CRISIL | AAA | 3 | 328.6 | 0.29% |
| Tata Power | CRISIL | AA+ | 2 | 126.91 | 0.11% |
| NCDs/Bonds(UnListed) | | | | | |
| IDBI | ICRA | LAA | 4000 | 4050.12 | 3.57% |
| GE Capital | CRISIL | AAA | 40 | 4002.73 | 3.53% |
| Associates India Financial | CRISIL | AAA | 2400 | 2423.09 | 2.14% |
| Rabo India Finance | CRISIL | AAA | 20 | 2000 | 1.77% |
| Ashok Leyland | CRISIL | AA- | 1500000 | 1618.35 | 1.43% |
| Exim Bank | CRISIL | AAA | 15 | 1525.82 | 1.35% |
| Kotak Mahindra Primus | CRISIL | P1+ | 1500 | 1500 | 1.32% |
| Citicorp Finance | CRISIL | AAA | 1000 | 1047.87 | 0.93% |
| NABARD | ICRA | LAAA | 100 | 1005 | 0.89% |
| Cholamandalam | | | | | |
| Investment & Finance | ICRA | MAAAA | 1000 | 1000 | 0.88% |
| Sundaram Finance | ICRA | MAAAA | 1000 | 1000 | 0.88% |
| Reliance Industries | CRISIL | AAA | 8 | 806.86 | 0.71% |
| Bharti Mobile | CRISIL | AAA(SO) | 5 | 538.79 | 0.48% |
| Hindalco Industries | CRISIL | AAA | 5 | 519.56 | 0.46% |
| Ashok Leyland Finance | CRISIL | AAA(SO) | 5 | 256.58 | 0.23% |
| Powergrid Corporation | CRISIL | AAA | 140000 | 146.58 | 0.13% |
| Kotak Mahindra Bank | CRISIL | AAA(SO) | 5 | 122.55 | 0.11% |
| Equities (Listed) | | | | | |
| Reliance Industries | Chemicals | | 316002 | 1810.22 | 1.60% |
| Hindustan Lever | Household Products | | 680158 | 1390.58 | 1.23% |
| State Bank Of India | Banks | | 225000 | 1209.49 | 1.07% |
| HCL Technologies | IT Consulting & Services | | 379738 | 1159.91 | 1.02% |
| Tata Iron & Steel | Metals & Mining | | 255018 | 1130.49 | 1.00% |
| Infosys Technologies | IT Consulting & Services | | 19499 | 1085.06 | 0.96% |
| Hero Honda | Automobiles | | 232019 | 1040.37 | 0.92% |
| Tata Motors | Automobiles | | 229989 | 1039.67 | 0.92% |
| Steel Authority of India | Metals & Mining | | 1274805 | 651.43 | 0.58% |
| Indo Rama Synthetics | Textiles | | 620000 | 575.98 | 0.51% |
| Automotive Axles | Automobiles | | 181310 | 546.65 | 0.48% |
| Nicholas Piramal India | Pharmaceuticals | | 64999 | 529.45 | 0.47% |
| Ranbaxy Laboratories | Pharmaceuticals | | 45000 | 492.86 | 0.44% |
| Aban Lloyd Chiles Offshore | Oil & Gas | | 88766 | 434.6 | 0.38% |
| Corporation Bank | Banks | | 149975 | 372.16 | 0.33% |
| Vijaya Bank | Banks | | 856000 | 358.24 | 0.32% |
| Great Eastern Shipping | Marine | | 210002 | 321.2 | 0.28% |
| Mastek | IT Consulting & Services | | 96003 | 319.07 | 0.28% |
| Escorts Ltd | Automobiles | | 350013 | 300.84 | 0.27% |
| Zee Telefilms | Media | | 200000 | 300 | 0.26% |
| Videocon International | Electronics | | 359071 | 268.23 | 0.24% |
| IDBI | Banks | | 420000 | 260.19 | 0.23% |
| Dr. Reddys Laboratories | Pharmaceuticals | | 18000 | 257.24 | 0.23% |
| Bayer India | Chemicals | | 74811 | 217.63 | 0.19% |
| Apollo Hospitals Entprises | Healthcare Equipment & Supplies | | 96100 | 174.33 | 0.15% |
| TVS Motor Company | Automobiles | | 150000 | 159.83 | 0.14% |
| Visual Soft | IT Consulting & Services | | 49194 | 126.26 | 0.11% |
| Elgi Equipments | Machinery | | 150000 | 97.35 | 0.09% |
| Commercial Paper(UnListed) | | | | | |
| Exim Bank | CRISIL | P1+ | 1001000 | 5752.55 | 5.08% |
| IPCL | CRISIL | P1+ | 900 | 4320.64 | 3.81% |
| IDFC | CRISIL | P1+ | 400 | 1914.64 | 1.69% |
| GOI Securities | | | | | |
| 12.50% GOI 2004 | | Sovereign | 5000000 | 5089.5 | 4.49% |
| 11.50% GOI 2011 | | Sovereign | 3000000 | 4227.3 | 3.73% |
| 4.83% GOI 2006 | | Sovereign | 3500000 | 3523 | 3.11% |
| 7.38% GOI 2015 | | Sovereign | 500000 | 592 | 0.52% |
| 6.85% GOI 2012 | | Sovereign | 500000 | 558.25 | 0.49% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | | Sovereign | 9000000 | 8674.54 | 7.66% |
| 364 Treasury Bills | | Sovereign | 6100000 | 5870.04 | 5.18% |
| 364 Treasury Bills | | Sovereign | 5000000 | 4850.18 | 4.28% |
| 364 Treasury Bills | | Sovereign | 2500000 | 2489.38 | 2.20% |
| 91 Treasury Bills | | Sovereign | 2325000 | 2318.85 | 2.05% |
| 364 Treasury Bills | | Sovereign | 1500000 | 1450.39 | 1.28% |
| Cash, Call & Other Assets | | | | 16385.00 | 14.46% |
| Total | | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI Monthly Income Plan, in line with its endeavour to provide steady monthly income, made significant changes to its equity allocation during the quarter, with allocation as low as 4.83% when volatility could be anticipated in October. Thereafter, equity allocation was increased gradually. The

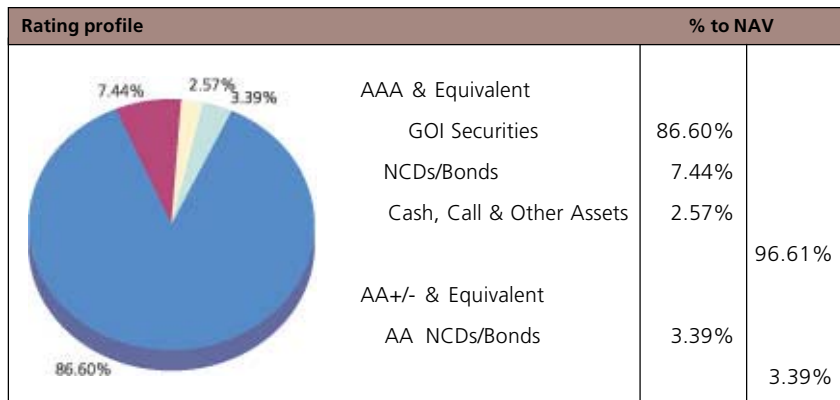
portfolio is also diversified in line with the current broad based rally, and to mitigate stock/sector specific risk. The maturity profile in the debt component was also decreased significantly to avoid risks to steady returns from volatile debt market.

those who are seeking to invest in an open ended income fund which offers the flexibility of investing in a range of debt/money market instruments of varying maturities with a view to take advantage of market fluctuations.

INVESTMENT HORIZON 6 months & more

Figure as on 31st December, 2003

Fund Size.....Rs. 1,425.85 Crores Average Maturity®.....8.09 years



Dividend History (Flexible Income Plan - Dividend option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend |
|-------------|-----------------|----------|-----------------|
| 29-May-03 | 10.00 | 11.2468 | 0.7091 per unit |

The above dividend is net of Distribution tax.

Dividend History (Quarterly Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend |
|-------------|-----------------|----------|----------|
| 11-Dec-03 | 10.0000 | 10.9449 | 0.3546 |

The above dividend is net of Distribution tax.

Dividend History (Half Yearly Dividend option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend |
|-------------|-----------------|----------|----------|
| 11-Dec-03 | 10.0000 | 10.9449 | 0.3546 |

The above dividend is net of Distribution tax.

Performance Record (Flexible Income Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns ¹ | Benchmark Index ¹ |
|-----------|----------------------------|----------|----------------------|------------------------------|
| 31-Dec-03 | | 11.8680 | | |
| 31-Dec-02 | Last 1 Year (365 days) | 10.8209 | 9.68% | 10.84% |
| 27-Sep-02 | Since allotment (460 days) | 10.0000 | 14.56% | 14.35% |

¹ CAGR. ^ I-Sec Composite Index.

For Computation of returns the allotment NAV is shown as Rs 10.00

None of the past results shown should be considered a representation of future performance.

PORTFOLIO

| Name | Agency | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--|--------|-----------|----------|--------------------------|----------------|
| NCDs/Bonds (Bond Listed) | | | | | |
| Power Finance Corporation | CRISIL | AAA | 2000 | 2036.02 | 1.43% |
| NCDs/Bonds (Listed - Thinly Traded) | | | | | |
| Panatone Finvest | CRISIL | AAA(SO) | 15 | 1529.75 | 1.07% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| IDBI | ICRA | LAA | 2500 | 2814.55 | 1.97% |
| ICICI Bank | CRISIL | AAA | 20000 | 983.36 | 0.69% |
| NCDs/Bonds (UnListed) | | | | | |
| Indian Railway Finance | CRISIL | AAA | 2500000 | 2689.51 | 1.88% |
| Hindalco Industries | CRISIL | AAA | 20 | 2078.26 | 1.46% |
| IDBI | ICRA | LAA | 2000 | 2031.52 | 1.42% |
| GE Capital | CRISIL | AAA | 13 | 1298.71 | 0.91% |
| GOI Securities | | | | | |
| 11.30% GOI 2010 | | Sovereign | 15500000 | 20878.5 | 14.64% |
| 11.50% GOI 2011 | | Sovereign | 14000000 | 19727.4 | 13.84% |
| 7.46% GOI 2017 | | Sovereign | 13000000 | 15428.4 | 10.82% |
| 6.85% GOI 2012 | | Sovereign | 9500000 | 10606.75 | 7.44% |
| 6.25% GOI 2018 | | Sovereign | 7000000 | 7458.5 | 5.23% |
| 8.07% GOI 2017 | | Sovereign | 5500000 | 6809 | 4.78% |
| 4.83% GOI 2006 | | Sovereign | 6700000 | 6744.02 | 4.73% |
| 9.81% GOI 2013 | | Sovereign | 4000000 | 5372 | 3.77% |
| 7.49% GOI 2017 | | Sovereign | 4500000 | 5307.75 | 3.72% |
| 12.00% GOI 2008 | | Sovereign | 3500000 | 4473.35 | 3.14% |
| 7.40% GOI 2012 | | Sovereign | 3500000 | 4044.95 | 2.84% |
| 7.27 % GOI 2013 | | Sovereign | 2500000 | 2905 | 2.04% |
| 11.68% GOI 2006 | | Sovereign | 2000000 | 2307.6 | 1.62% |
| 11.83 % GOI 2014 | | Sovereign | 1500000 | 2265 | 1.59% |
| 11.90% GOI 2007 | | Sovereign | 1500000 | 1839.3 | 1.29% |
| 6.72 % GOI 2014 | | Sovereign | 1500000 | 1682.7 | 1.18% |
| 11.99 % GOI 2009 | | Sovereign | 1000000 | 1329.2 | 0.93% |
| 11.19 % GOI 2005 | | Sovereign | 1000000 | 1104.67 | 0.77% |
| 7.38% GOI 2015 | | Sovereign | 700000 | 828.8 | 0.58% |
| 10.47% GOI 2015 | | Sovereign | 500000 | 703.25 | 0.49% |
| 11.03% GOI 2012 | | Sovereign | 500000 | 700.9 | 0.49% |
| 9.40% GOI 2012 | | Sovereign | 500000 | 647.45 | 0.45% |
| 6.05% GOI 2019 | | Sovereign | 305200 | 317.56 | 0.22% |
| Cash, Call & Other Assets | | | | 3641.34 | 2.57% |
| Total | | | | | 100.00% |

Fund manager's commentary:

The focus of the plan remains maintaining a liquid portfolio so that the plan has flexibility of altering

portfolio maturity in line with the medium term view. The plan did not add to corporate bonds even when credit spreads widened in line with our view that liquidity premiums would only increase going forward.

FLOATING RATE PLAN

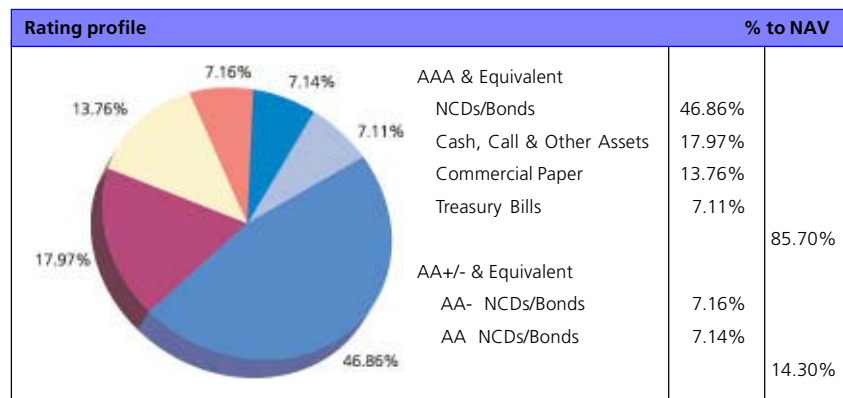
INVESTMENT HORIZON

6 months & more

Figure as on 31st December, 2003

Fund Size..... Rs. 209.54 Crores

Average Maturity®..... 0.13 years



Performance Record (Floating Rate Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|----------------------------|----------|---------------------------------|------------------------------|
| | | | Floating Rate Plan ¹ | Benchmark Index ¹ |
| 31-Dec-03 | | 10.3855 | | |
| 29-Mar-03 | Since allotment (278 days) | 10.0000 | 3.86% | 3.37% |

¹Absolute Returns ^ Crisil Liquid Fund Index

None of the past results shown should be considered a representation of future performance.

Dividend History (Floating Rate Plan - Dividend option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend |
|-------------|-----------------|----------|-----------------|
| 28-Nov-03 | 10.00 | 10.3414 | 0.2659 per unit |

The above dividend is net of Distribution tax.

WHO SHOULD INVEST

those who are seeking to invest in an open ended income fund which offers the flexibility of investing in a range of debt/money market instruments of varying maturities with a view to take advantage of market fluctuations.

PORTFOLIO

| Name | Agency | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|------------------------------------|--------|-----------|---------|--------------------------|----------------|
| NCDs/Bonds (Unlisted) | | | | | |
| Associates India Financial | CRISIL | AAA | 2000 | 2000 | 9.55% |
| Ashok Leyland Finance | CRISIL | AA- | 15 | 1500 | 7.16% |
| Sundaram Finance | ICRA | MAAAA | 1500 | 1500 | 7.16% |
| Cholamandalam Investment & Finance | ICRA | MAAAA | 1000 | 1000 | 4.78% |
| GE Capital | CRISIL | AAA | 10 | 1000 | 4.78% |
| INDAL | CRISIL | P1+ | 10 | 1000 | 4.77% |
| Rabo India Finance | CRISIL | AAA | 10 | 1000 | 4.77% |
| Mahindra & Mahindra | | | | | |
| Financial Services | CRISIL | AA | 10 | 1000 | 4.77% |
| Citicorp Finance | CRISIL | AAA | 50 | 500 | 2.39% |
| Citicorp-Maruti | CRISIL | AAA | 500 | 500 | 2.39% |
| Reliance Industries | CRISIL | AAA | 10 | 500 | 2.39% |
| Mahindra & Mahindra | | | | | |
| Financial Services ^ | CRISIL | AA | 5 | 496.31 | 2.37% |
| Associates India Financial ^ | CRISIL | AAA | 400000 | 406.39 | 1.94% |
| GE Capital ^ | CRISIL | AAA | 400000 | 406.12 | 1.94% |
| Commercial Paper(UnListed) | | | | | |
| Exim Bank | CRISIL | P1+ | 1000000 | 968.79 | 4.62% |
| IPCL | CRISIL | P1+ | 200 | 957.82 | 4.57% |
| IDFC | CRISIL | P1+ | 200 | 957.32 | 4.57% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | | Sovereign | 1500000 | 1488.84 | 7.11% |
| Cash, Call & Other Assets | | | | 3772.41 | 17.97% |
| Total | | | | | 100.00% |

^ Derivatives

Fund Manager's Commentary:

The plan's size increased rapidly to over Rs. 200 cr. Our current allocation to fixed rate papers is higher than the target allocation of 25-30% to keep the liquidity high when the plan is of a relatively small size. There

are papers of varying tenors and basis in the plan in line with providing upside in case interest rates start increasing.



WHO SHOULD INVEST

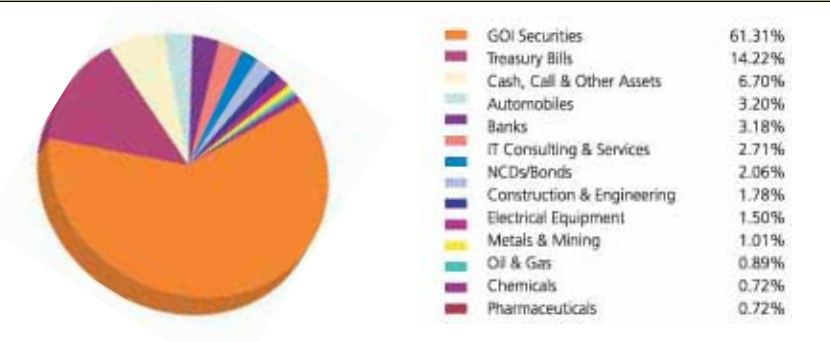
Study plan - for your child between 13 - 17 years and on the threshold of higher studies
 Gift plan - for your child between 1 - 13 years and looking to save over a long term horizon

INVESTMENT HORIZON - Study Plan 3 - 5 years

Figure as on 31st December, 2003

Fund Size.....Rs. 20.31 Crores Debt : Equity..... 84.29% : 15.71%

Portfolio Composition by Sector % to NAV



Performance Records (Child Care Plan Study Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|----------------------------|----------|-------------------------|-------------------------------|
| | | | Study Plan ¹ | Benchmark Index ^{^1} |
| 31-Dec-03 | | 14.06 | | |
| 31-Dec-02 | Last 12 months (365) days | 11.45 | 22.79% | 16.18% |
| 31-Aug-01 | Since allotment (852) days | 10.00 | 15.72% | * |

^ - Crisil MIP Blended Index, * - Bench mark Index data available only from 31-Mar-02 1 - CAGR

None of the past results shown should be considered representation of future performance.

PORTFOLIO (Child Care Plan - Study Plan)

| Name | Agency/ Sector | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---|----------------------------|--------|--------|--------------------------|----------------|
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Hindustan Lever | CRISIL | AAA | 671256 | 41.78 | 2.06% |
| Equities (Listed) | | | | | |
| Larsen & Toubro | Construction & Engineering | | 6845 | 36.09 | 1.78% |
| Tata Motors | Automobiles | | 7700 | 34.81 | 1.71% |
| Bharat Heavy Electricals | Electrical Equipment | | 6050 | 30.56 | 1.50% |
| Mahindra & Mahindra | Automobiles | | 7800 | 30.33 | 1.49% |
| Iflex Solutions | IT Consulting & Services | | 2800 | 23.69 | 1.17% |
| Kotak Mahindra Bank | Banks | | 6000 | 22.99 | 1.13% |
| State Bank Of India | Banks | | 4199 | 22.57 | 1.11% |
| Monnet Ispat | Metals & Mining | | 18750 | 20.45 | 1.01% |
| Canara Bank | Banks | | 14025 | 19.11 | 0.94% |
| IBP | Oil & Gas | | 2100 | 18.03 | 0.89% |
| Hughes Software Systems | IT Consulting & Services | | 3060 | 17.23 | 0.85% |
| Nicholas Piramal India | Pharmaceuticals | | 1795 | 14.62 | 0.72% |
| Bayer India | Chemicals | | 5000 | 14.55 | 0.72% |
| Infosys Technologies | IT Consulting & Services | | 250 | 13.91 | 0.69% |
| Sun Pharmaceuticals | Pharmaceuticals | | 5000 | 0.06 | # |
| GOI Securities | | | | | |
| 11.99 % GOI 2009 | Sovereign | | 500000 | 664.6 | 32.73% |
| 7.40% GOI 2012 | Sovereign | | 200000 | 231.14 | 11.38% |
| 4.83% GOI 2006 | Sovereign | | 200000 | 201.31 | 9.91% |
| 7.38% GOI 2015 | Sovereign | | 125000 | 148 | 7.29% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | Sovereign | | 300000 | 288.69 | 14.22% |
| Cash, Call & Other Assets | | | | 136.06 | 6.70% |
| Total | | | | | 100.00% |

Equity for which % to NAV is less than 0.01%.

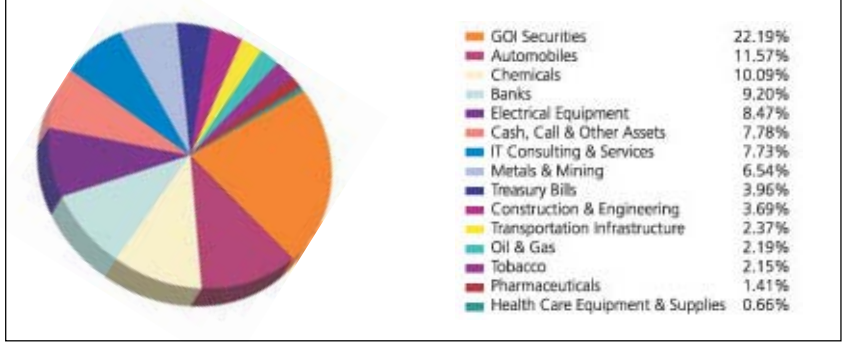
Portfolio Turnover Ratio (PrulCICI Child Care Plan - Study Plan) : 19.36

INVESTMENT HORIZON - Gift Plan 6 - 17 years

Figure as on 31st December, 2003

Fund Size..... Rs. 24.29 Crores Debt : Equity..... 33.93% : 66.07%

Portfolio Composition by Sector % to NAV



Performance Records (Child Care Plan Gift Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|----------------------------|----------|------------------------|-------------------------------|
| | | | Gift Plan ¹ | Benchmark Index ^{^1} |
| 31-Dec-03 | | 19.77 | | |
| 31-Dec-02 | Last 12 months (365) days | 11.37 | 73.88% | 71.90% |
| 31-Aug-01 | Since allotment (852) days | 10.00 | 33.91% | 28.14% |

^ - Nifty, 1 - CAGR

None of the past results shown should be considered representation of future performance.

PORTFOLIO (Child Care Plan - Gift Plan)

| Name | Agency/ Sector | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------------|----------------------------------|--------|--------|--------------------------|----------------|
| Equities (Listed) | | | | | |
| Tata Iron & Steel | Metals & Mining | | 23500 | 104.18 | 4.29% |
| Mahindra & Mahindra | Automobiles | | 25000 | 97.2 | 4.00% |
| Tata Motors | Automobiles | | 21113 | 95.44 | 3.93% |
| Larsen & Toubro | Construction & Engineering | | 17000 | 89.62 | 3.69% |
| Ashok Leyland | Automobiles | | 30004 | 88.3 | 3.64% |
| Reliance Industries | Chemicals | | 14000 | 80.2 | 3.30% |
| Bharat Heavy Electricals | Electrical Equipment | | 15850 | 80.07 | 3.30% |
| Bharat Electronics | Electrical Equipment | | 11800 | 71.86 | 2.96% |
| Punjab National Bank | Banks | | 27000 | 65.16 | 2.68% |
| United Phosphorous | Chemicals | | 12300 | 59.5 | 2.45% |
| Containers Corporation Of India | Transportation Infrastructure | | 9000 | 57.63 | 2.37% |
| TATA Chemicals | Chemicals | | 37005 | 56.78 | 2.34% |
| State Bank Of India | Banks | | 10500 | 56.44 | 2.32% |
| Monnet Ispat | Metals & Mining | | 50000 | 54.53 | 2.25% |
| ABB | Electrical Equipment | | 8000 | 53.58 | 2.21% |
| IBP | Oil & Gas | | 6200 | 53.25 | 2.19% |
| Infosys Technologies | IT Consulting & Services | | 941 | 52.36 | 2.16% |
| Canara Bank | Banks | | 38350 | 52.25 | 2.15% |
| ITC | Tobacco | | 5300 | 52.13 | 2.15% |
| Iflex Solutions | IT Consulting & Services | | 6000 | 50.76 | 2.09% |
| Kotak Mahindra Bank | Banks | | 13000 | 49.82 | 2.05% |
| Bayer India | Chemicals | | 16666 | 48.48 | 2.00% |
| Hughes Software Systems | IT Consulting & Services | | 8216 | 46.27 | 1.91% |
| Wipro | IT Consulting & Services | | 2200 | 38.19 | 1.57% |
| Nicholas Piramal India | Pharmaceuticals | | 4205 | 34.25 | 1.41% |
| Apollo Hospitals Enterprises | Health Care Equipment & Supplies | | 8900 | 16.14 | 0.66% |
| Equities(UnListed) | | | | | |
| Uniphos Enterprises | Chemicals | | 12300 | @ | # |
| GOI Securities | | | | | |
| 7.40% GOI 2012 | Sovereign | | 200000 | 231.14 | 9.52% |
| 7.38% GOI 2015 | Sovereign | | 175000 | 207.2 | 8.53% |
| 4.83% GOI 2006 | Sovereign | | 100000 | 100.66 | 4.14% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | Sovereign | | 100000 | 96.23 | 3.96% |
| Cash, Call & Other Assets | | | | 188.94 | 7.78% |
| Total | | | | | 100.00% |

Equity for which % to NAV is less than 0.01%. @ Market Value less than Rs.0.01 lacs

Portfolio Turnover Ratio (PrulCICI Child Care Plan - Gift Plan) : 20.12

BALANCED FUND

WHO SHOULD INVEST

those who are looking at creating an ideal balance between maximising returns and yet minimising risk

INVESTMENT HORIZON

3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 179.31 Crores

Portfolio Composition by Sector

% to NAV



| | |
|---------------------------|--------|
| Metals & Mining | 17.82% |
| Cash, Call & Other Assets | 15.28% |
| NCDs/Bonds | 11.83% |
| Chemicals | 9.95% |
| IT Consulting & Services | 9.75% |
| GOI Securities | 8.15% |
| Banks | 4.73% |
| Pharmaceuticals | 4.56% |
| Electrical Equipment | 3.06% |
| Treasury Bills | 2.99% |
| Marine | 2.77% |
| Automobiles | 2.67% |
| Household Durables | 2.22% |
| Construction Materials | 2.12% |
| Oil & Gas | 2.10% |

Debt : Equity Ratio

As % to NAV

| | |
|--------|--------|
| Debt | 38.25% |
| Equity | 61.75% |

Dividend History (Balanced Fund - Dividend Option)

| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|---------------|
| 16-Mar-00 | 14.17 | 10.00 | 1.00 per unit |
| 30-Oct-03 | 12.93 | 10.00 | 2.00 Per unit |

Performance Record (Balanced Fund - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|---------------------------|-------------------------------|
| | | | Balance Fund ¹ | Benchmark Index ^{^1} |
| 31-Dec-03 | | 16.54 | | |
| 31-Dec-02 | Last 12 months (365 days) | 9.79 | 68.95% | 43.40% |
| 29-Dec-00 | Last 3 years (1097 days) | 9.13 | 21.86% | * |
| 3-Nov-99 | Since allotment (1519 days) | 10.00 | 12.85% | * |

1 Compounded Annualised Returns. 31st Dec 2000 was not a Business Day
 * - The Crisil Balanced Fund Index data is available only from 31-Mar-02
 ^ - Crisil Balanced Fund Index

None of the past results shown should be considered representation of future performance.

Portfolio Turnover Ratio : 100.07

PORTFOLIO

| Name | Agency/ Sector | Rating | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--|--------------------------|-----------|---------|-----------------------------|----------------|
| NCDs/Bonds (Listed - Thinly Traded) | | | | | |
| IDBI | CRISIL | AA+ | 1000 | 1032.44 | 5.76% |
| NCDs/Bonds (Listed - Non Traded) | | | | | |
| Indian Railway Finance | ICRA | LAAA | 5 | 555.69 | 3.10% |
| NCDs/Bonds(UnListed) | | | | | |
| IL & FS | CARE | AAA | 50000 | 532.33 | 2.97% |
| Equities (Listed) | | | | | |
| Reliance Industries | Chemicals | | 125003 | 716.08 | 3.99% |
| Steel Authority of India | Metals & Mining | | 1400000 | 715.4 | 3.99% |
| Hindalco Industries | Metals & Mining | | 50456 | 710.42 | 3.96% |
| IPCL | Chemicals | | 313000 | 705.97 | 3.94% |
| Jindal Steel & Power Co. | Metals & Mining | | 106000 | 656.62 | 3.66% |
| Infosys Technologies | IT Consulting & Services | | 11637 | 647.56 | 3.61% |
| Wipro | IT Consulting & Services | | 35000 | 607.62 | 3.39% |
| Sesa Goa | Metals & Mining | | 101899 | 604.67 | 3.37% |
| Lupin Laboratories | Pharmaceuticals | | 85149 | 598.3 | 3.34% |
| ABB | Electrical Equipment | | 81933 | 548.75 | 3.06% |
| Tata Iron & Steel | Metals & Mining | | 115003 | 509.81 | 2.84% |
| Great Eastern Shipping | Marine | | 325000 | 497.09 | 2.77% |
| Hughes Software Systems | IT Consulting & Services | | 87446 | 492.5 | 2.75% |
| TVS Motor Company | Automobiles | | 450000 | 479.48 | 2.67% |
| Kotak Mahindra Bank | Banks | | 125000 | 479 | 2.67% |
| Raymond | Household Durables | | 173457 | 398.6 | 2.22% |
| Gammon India | Construction Materials | | 88209 | 379.25 | 2.12% |
| IBP | Oil & Gas | | 43813 | 376.27 | 2.10% |
| Karnataka Bank | Banks | | 303000 | 369.05 | 2.06% |
| Finolex Industries | Chemicals | | 440000 | 361.46 | 2.02% |
| Strides Arcolab | Pharmaceuticals | | 100000 | 219.1 | 1.22% |
| GOI Securities | | | | | |
| 11.30% GOI 2010 | | Sovereign | 1000000 | 1347 | 7.51% |
| 7.40% GOI 2012 | | Sovereign | 100000 | 115.57 | 0.64% |
| Treasury Bills | | | | | |
| 364 Treasury Bills | | Sovereign | 500000 | 481.15 | 2.68% |
| 364 Treasury Bills | | Sovereign | 57000 | 54.94 | 0.31% |
| Cash, Call & Other Assets | | | | 2738.93 | 15.28% |
| Total | | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI Balanced Plan maintains its discipline in asset allocation between debt and equity in line with the stated philosophy of the plan. The plan continued to invest taking aggressive sector calls in

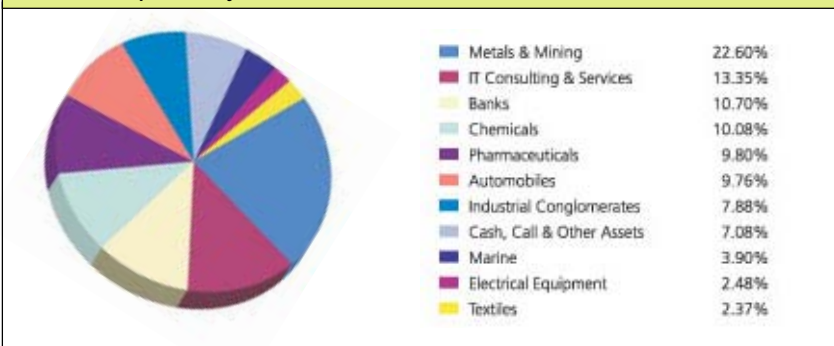
equity, with a few new stock ideas introduced during the quarter, including those in the shipping and mining sector. The maturity of the debt component was reduced significantly during the quarter, with investment in bonds over the year 2018 being sold off.

INVESTMENT HORIZON 3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 509.41 Crores

Portfolio Composition by Sector % to NAV



Dividend History (Growth Plan - Dividend Option)

| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|----------------|
| 30-Jun-99 | 14.07 | 10.00 | 1.80 per unit |
| 16-Mar-00 | 30.05 | 10.00 | 10.00 per unit |
| 1-Mar-01 | 12.54 | 10.00 | 1.20 per unit |
| 15-Mar-02 | 10.83 | 10.00 | 0.80 per unit |
| 24-Jul-03 | 11.09 | 10.00 | 0.80 per unit |
| 6-Nov-03 | 14.76 | 10.00 | 2.50 per unit |

Performance Record (Growth Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|--------------------------|------------------------------------|
| | | | Growth Plan ¹ | Benchmark Index Nifty ¹ |
| 31-Dec-03 | | 38.58 | | |
| 31-Dec-02 | Last 12 months (365 days) | 19.82 | 94.65% | 71.90% |
| 29-Dec-00 | Last 3 years (1097 days) | 20.40 | 23.62% | 14.13% |
| 30-Dec-98 | Last 5 years (1827 days) | 10.67 | 29.28% | 15.85% |
| 9-Jul-98 | Since allotment (2001 days) | 10.00 | 27.93% | 13.02% |

¹Compounded Annualised Returns 31st Dec 1998 & 31st Dec 2000 were not Business Days.

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 84.98

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------|--------------------------|---------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Tata Iron & Steel | Metals & Mining | 1000000 | 4433 | 8.70% |
| State Bank Of India | Banks | 800000 | 4300.4 | 8.44% |
| Grasim Industries | Industrial Conglomerates | 400000 | 4015.6 | 7.88% |
| Reliance Industries | Chemicals | 700000 | 4009.95 | 7.87% |
| Infosys Technologies | IT Consulting & Services | 60000 | 3338.82 | 6.55% |
| Nicholas Piramal India | Pharmaceuticals | 326108 | 2656.31 | 5.21% |
| Hughes Software Systems | IT Consulting & Services | 461553 | 2599.47 | 5.10% |
| Jindal Iron & Steel | Metals & Mining | 899900 | 2591.26 | 5.09% |
| Steel Authority of India | Metals & Mining | 5000105 | 2555.05 | 5.02% |
| Tata Motors | Automobiles | 474999 | 2147.23 | 4.22% |
| Great Eastern Shipping | Marine | 1300000 | 1988.35 | 3.90% |
| Sesa Goa | Metals & Mining | 325000 | 1928.55 | 3.79% |
| Hero Honda | Automobiles | 375015 | 1681.57 | 3.30% |
| Bharat Heavy Electricals | Electrical Equipment | 250002 | 1262.89 | 2.48% |
| Cadila Healthcare | Pharmaceuticals | 320000 | 1241.76 | 2.44% |
| Indo Rama Synthetics | Textiles | 1298277 | 1206.1 | 2.37% |
| Oriental Bank of Commerce | Banks | 450022 | 1152.96 | 2.26% |
| Automotive Axles | Automobiles | 378185 | 1140.23 | 2.24% |
| IPCL | Chemicals | 500000 | 1127.75 | 2.21% |
| Ranbaxy Laboratories | Pharmaceuticals | 100000 | 1095.25 | 2.15% |
| Wipro | IT Consulting & Services | 50000 | 868.03 | 1.70% |
| Cash, Call & Other Assets | | | 3601.04 | 7.08% |
| Total | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI Growth Plan continues to focus on strong, large-cap companies having robust business models and enjoying meaningful and sustainable competitive advantages. Investments are made in two kinds of companies; one in companies which show promise of rapid long-term growth in business value and

the other, in companies which offer excellent value due to current valuations. While software, pharmaceuticals, capital goods, banking and the auto sectors belong to the first category, metals, shipping and petrochemicals belong to the latter. During the quarter, the Fund has increased exposure to the steel and petrochemical sectors while reducing exposure to capital goods and banks.

WHO SHOULD INVEST

those who want their instruments to replicate the performance of S&P CNX Nifty Index.

INVESTMENT HORIZON

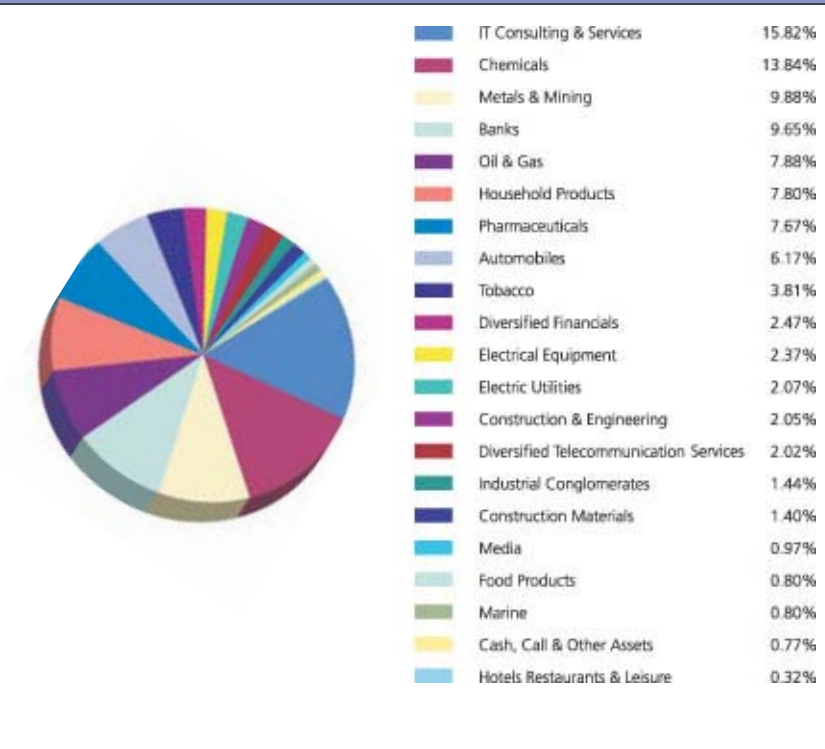
3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 18.97 Crores

Portfolio Composition by Sector

% to NAV



Performance Record (Index Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|----------------------------|----------|-------------------------|-------------------------------|
| | | | Index Fund ² | Benchmark Index ^{^2} |
| 31-Dec-03 | | 16.2054 | | |
| 31-Dec-02 | Last 1 Year (365 days) | 9.34 | 73.59% | 71.90% |
| 26-Feb-02 | Since allotment (673 days) | 10.00 | 29.93% | 28.18% |

[^]Benchmark Index - Nifty. ² - CAGR

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 0.63

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--------------------------------|-------------------------------|--------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Reliance Industries | Chemicals | 41486 | 237.65 | 12.53% |
| Hindustan Lever | Household Products | 65582 | 134.08 | 7.07% |
| Wipro | IT Consulting & Services | 6906 | 119.89 | 6.32% |
| Infosys Technologies | IT Consulting & Services | 1967 | 109.46 | 5.77% |
| State Bank Of India | Banks | 15617 | 83.95 | 4.43% |
| ITC | Tobacco | 7353 | 72.32 | 3.81% |
| Gas Authority of India | Oil & Gas | 25069 | 65.19 | 3.44% |
| Steel Authority of India | Metals & Mining | 122712 | 62.71 | 3.31% |
| Ranbaxy Laboratories | Pharmaceuticals | 5515 | 60.4 | 3.18% |
| ICICI Bank | Banks | 18163 | 53.66 | 2.83% |
| Tata Iron & Steel | Metals & Mining | 10960 | 48.59 | 2.56% |
| HDFC | Diversified Financials | 7260 | 46.87 | 2.47% |
| HPCL | Oil & Gas | 10089 | 44.13 | 2.33% |
| Tata Motors | Automobiles | 9479 | 42.85 | 2.26% |
| BPCL | Oil & Gas | 8900 | 40.09 | 2.11% |
| Larsen & Toubro | Construction & Engineering | 7388 | 38.95 | 2.05% |
| Hindalco Industries | Metals & Mining | 2753 | 38.76 | 2.04% |
| NALCO | Metals & Mining | 19113 | 37.31 | 1.97% |
| Bharat Heavy Electricals | Electrical Equipment | 7258 | 36.66 | 1.93% |
| Satyam Computer | IT Consulting & Services | 9357 | 34.26 | 1.81% |
| Bajaj Auto | Automobiles | 3008 | 34.18 | 1.80% |
| Dr. Reddys Laboratories | Pharmaceuticals | 2271 | 32.45 | 1.71% |
| HDFC Bank | Banks | 8437 | 30.8 | 1.62% |
| Grasim Industries | Industrial Conglomerates | 2724 | 27.35 | 1.44% |
| Hero Honda | Automobiles | 5932 | 26.6 | 1.40% |
| HCL Technologies | IT Consulting & Services | 8573 | 26.19 | 1.38% |
| Mahanagar Telephone Nigam | Diversified Telecom. Services | 18739 | 25.79 | 1.36% |
| Cipla | Pharmaceuticals | 1782 | 23.47 | 1.24% |
| BSES | Electric Utilities | 4093 | 20.91 | 1.10% |
| Tata Power | Electric Utilities | 5874 | 18.41 | 0.97% |
| Zee Telefilms | Media | 12243 | 18.36 | 0.97% |
| IPCL | Chemicals | 7372 | 16.63 | 0.88% |
| Sun Pharmaceuticals | Pharmaceuticals | 2758 | 16.43 | 0.87% |
| Shipping Corporation of India | Marine | 8421 | 15.23 | 0.80% |
| Oriental Bank of Commerce | Banks | 5722 | 14.66 | 0.77% |
| Gujarat Ambuja | Construction Materials | 4602 | 13.97 | 0.74% |
| Mahindra & Mahindra | Automobiles | 3449 | 13.41 | 0.71% |
| Glaxo Smithkline Pharma | Pharmaceuticals | 2207 | 12.65 | 0.67% |
| ACC | Construction Materials | 5080 | 12.44 | 0.66% |
| Videsh Sanchar Nigam | Diversified Telecom. Services | 8445 | 12.44 | 0.66% |
| ABB | Electrical Equipment | 1257 | 8.42 | 0.44% |
| TATA Chemicals | Chemicals | 5358 | 8.22 | 0.43% |
| Dabur | Household Products | 8467 | 7.46 | 0.39% |
| Digital Globalsoft | IT Consulting & Services | 973 | 7.21 | 0.38% |
| Colgate Palmolive | Household Products | 4036 | 6.45 | 0.34% |
| Indian Hotels | Hotels Restaurants & Leisure | 1342 | 6.03 | 0.32% |
| Tata Tea | Food Products | 1676 | 5.75 | 0.30% |
| Britannia Industries | Food Products | 754 | 5.17 | 0.27% |
| Smithkline Beecham Cons Health | Food Products | 1349 | 4.32 | 0.23% |
| NIIT | IT Consulting & Services | 1145 | 3.1 | 0.16% |
| Sun Pharmaceuticals | Pharmaceuticals | 6032 | 0.07 | # |
| Cash, Call & Other Assets | | | 14.61 | 0.77% |
| Total | | | | 100.00% |

Equity for which % to NAV is less than 0.01%.



WHO SHOULD INVEST

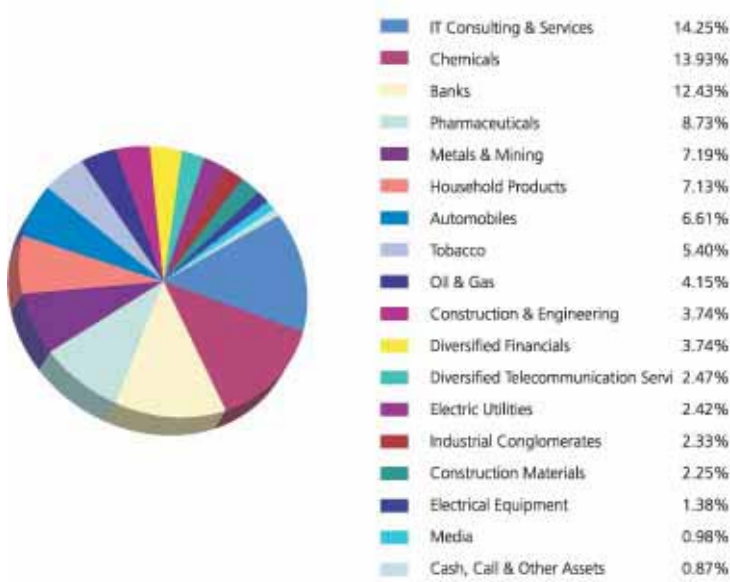
those who want the benefits of a Mutual Fund combined with all the benefits of a stock like intra-day trading and real time prices.

INVESTMENT HORIZON 3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 16.53 Crores

Portfolio Composition by Sector % to NAV



Performance Record (Spice Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-------------------------------|----------------------------|-------------------|-------------------------------|------------------------------|
| | | | Absolute Returns ¹ | Benchmark Index ¹ |
| 31-Dec-03 | | 58.8359 | | |
| 10-Jan-03 | Since allotment (355 days) | 33.59 | 75.16% | 73.83% |
| ^Benchmark Index - BSE Sensex | | ^Absolute Returns | | |

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 7.95

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------|-------------------------------|-------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Reliance Industries | Chemicals | 40171 | 230.18 | 13.93% |
| Infosys Technologies | IT Consulting & Services | 2602 | 144.77 | 8.76% |
| Hindustan Lever | Household Products | 57568 | 117.84 | 7.13% |
| ICICI Bank | Banks | 32130 | 95.01 | 5.75% |
| ITC | Tobacco | 9064 | 89.24 | 5.40% |
| Ranbaxy Laboratories | Pharmaceuticals | 6793 | 74.6 | 4.51% |
| State Bank Of India | Banks | 12388 | 66.71 | 4.04% |
| Tata Iron & Steel | Metals & Mining | 14475 | 64.28 | 3.89% |
| HDFC | Diversified Financials | 9604 | 61.88 | 3.74% |
| Larsen & Toubro | Construction & Engineering | 11705 | 61.73 | 3.74% |
| Hindalco Industries | Metals & Mining | 3870 | 54.5 | 3.30% |
| Satyam Computer | IT Consulting & Services | 13162 | 48.35 | 2.93% |
| Tata Motors | Automobiles | 10166 | 45.98 | 2.78% |
| HDFC Bank | Banks | 11880 | 43.56 | 2.64% |
| Dr. Reddys Laboratories | Pharmaceuticals | 3002 | 42.87 | 2.59% |
| Wipro | IT Consulting & Services | 2434 | 42.29 | 2.56% |
| Bajaj Auto | Automobiles | 3705 | 42.14 | 2.55% |
| HPCL | Oil & Gas | 8875 | 38.83 | 2.35% |
| Grasim Industries | Industrial Conglomerates | 3836 | 38.51 | 2.33% |
| Oil & Natural Gas Company | Oil & Gas | 3730 | 29.82 | 1.80% |
| Cipla | Pharmaceuticals | 2039 | 26.86 | 1.63% |
| Tata Power | Electric Utilities | 7453 | 23.39 | 1.42% |
| Bharat Heavy Electricals | Electrical Equipment | 4481 | 22.76 | 1.38% |
| Hero Honda | Automobiles | 4700 | 21.1 | 1.28% |
| Mahanagar Telephone Nigam | Diversified Telecom. Services | 14828 | 20.42 | 1.24% |
| Bharati Televentures | Diversified Telecom. Services | 19388 | 20.38 | 1.23% |
| ACC | Construction Materials | 8048 | 19.76 | 1.20% |
| Gujarat Ambuja | Construction Materials | 5687 | 17.28 | 1.05% |
| BSES | Electric Utilities | 3243 | 16.57 | 1.00% |
| Zee Telefilms | Media | 10789 | 16.19 | 0.98% |
| Cash, Call & Other Assets | | | 14.38 | 0.87% |
| Total | | | | 100.00% |

POWER

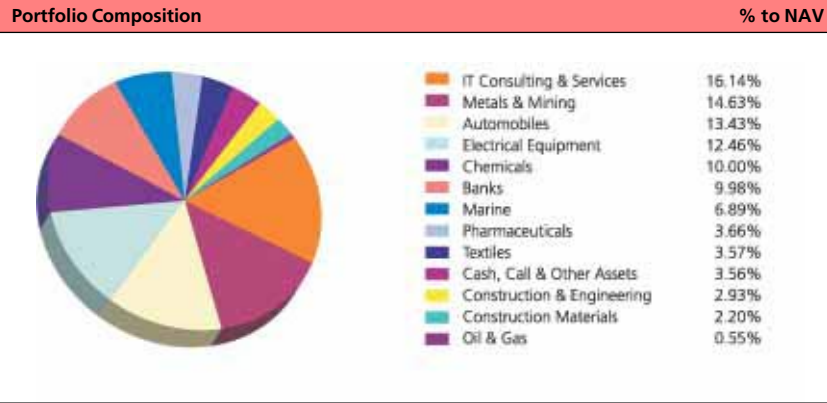
WHO SHOULD INVEST

those who are seeking returns from an aggressively managed diversified equity portfolio

INVESTMENT HORIZON 3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 805.80 Crores



Dividend History (Power - Dividend Option)

| Record Date | Face Value (Rs) | NAV (Rs) | Dividend (Rs) |
|-------------|-----------------|----------|---------------|
| 17-Feb-03 | 10.000 | 13.62 | 2.70 per unit |
| 24-Jul-03 | 10.000 | 14.07 | 2.00 per unit |
| 23-Oct-03 | 10.000 | 18.62 | 3.00 per unit |
| 26-Dec-03 | 10.000 | 16.22 | 3.00 per unit |

Performance Records (Prudential ICICI Power - Growth Option)

| Date | Period | NAV (Rs) | Returns ¹ | Benchmark Index ^{^1} |
|-----------|-----------------------------|----------|----------------------|-------------------------------|
| 31-Dec-03 | | 30.21 | | |
| 31-Dec-02 | Last 12 months (365 days) | 13.35 | 126.29% | 71.90% |
| 29-Dec-00 | Last 3 yrs (1097 days) | 12.78 | 33.14% | 14.13% |
| 31-Dec-98 | Last 5 Yrs (1826 days) | 7.40 | 32.47% | 16.27% |
| 1-Oct-94 | Since Allotment (3378 days) | 10.00 | 12.69% | 15.58% |

¹ CAGR [^] - Nifty 31st Dec 2000 was not a Business Day

Portfolio Turnover Ratio : 74.74

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|-------------------------------|----------------------------|---------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Tata Iron & Steel | Metals & Mining | 1009997 | 4477.32 | 5.56% |
| Infosys Technologies | IT Consulting & Services | 75251 | 4187.49 | 5.20% |
| State Bank Of India | Banks | 743750 | 3998.03 | 4.96% |
| HCL Technologies | IT Consulting & Services | 1289291 | 3938.14 | 4.89% |
| Bharat Heavy Electricals | Electrical Equipment | 739998 | 3738.1 | 4.64% |
| Jindal Steel & Power Company | Metals & Mining | 577058 | 3574.59 | 4.44% |
| Hughes Software Systems | IT Consulting & Services | 610935 | 3440.79 | 4.27% |
| Great Eastern Shipping | Marine | 2182596 | 3338.28 | 4.14% |
| Siemens India | Electrical Equipment | 311119 | 3328.97 | 4.13% |
| Reliance Industries | Chemicals | 570000 | 3265.25 | 4.05% |
| ABB | Electrical Equipment | 444064 | 2974.12 | 3.69% |
| Nicholas Piramal India | Pharmaceuticals | 361724 | 2946.42 | 3.66% |
| Ashok Leyland | Automobiles | 908892 | 2674.87 | 3.32% |
| IPCL | Chemicals | 1178000 | 2656.98 | 3.30% |
| Oriental Bank of Commerce | Banks | 1004997 | 2574.8 | 3.20% |
| Mahindra & Mahindra | Automobiles | 638286 | 2481.66 | 3.08% |
| Jindal Iron & Steel | Metals & Mining | 850000 | 2447.58 | 3.04% |
| Tata Motors | Automobiles | 530000 | 2395.87 | 2.97% |
| Jai Prakash Industries | Construction & Engineering | 2092000 | 2361.87 | 2.93% |
| Maruti Udyog | Automobiles | 623000 | 2337.5 | 2.90% |
| Shipping Corporation of India | Marine | 1224429 | 2214.99 | 2.75% |
| United Phosphorous | Chemicals | 441505 | 2135.56 | 2.65% |
| ACC | Construction Materials | 725000 | 1775.53 | 2.20% |
| Alok Textile | Textiles | 2567900 | 1500.94 | 1.86% |
| Corporation Bank | Banks | 589612 | 1463.12 | 1.82% |
| Aptech | IT Consulting & Services | 347400 | 1437.89 | 1.78% |
| Welspun India | Textiles | 1242000 | 1381.73 | 1.71% |
| Steel Authority of India | Metals & Mining | 2500000 | 1277.5 | 1.59% |
| Automotive Axles | Automobiles | 309371 | 932.75 | 1.16% |
| IBP | Oil & Gas | 51615 | 443.27 | 0.55% |
| Equities(UnListed) | | | | |
| Uniphos Enterprises | Chemicals | 441505 | @ | # |
| Cash, Call & Other Assets | | | 2878.11 | 3.56% |
| Total | | | | 100.00% |

% to NAV less than 0.01%

@ Market Value less than 0.01 lacs

Fund manager's commentary

The Prudential ICICI Power Plan is an aggressively managed, diversified equity fund. The fund continues to take relatively aggressive sector calls and diversify into mid cap stocks without sacrificing liquidity. During

the quarter, the Fund booked partial profits in oil & gas sector and metals & mining sector, while increasing weight in software sector, marine sector (new addition) and textiles sector (new addition)

FMCG FUND

WHO SHOULD INVEST

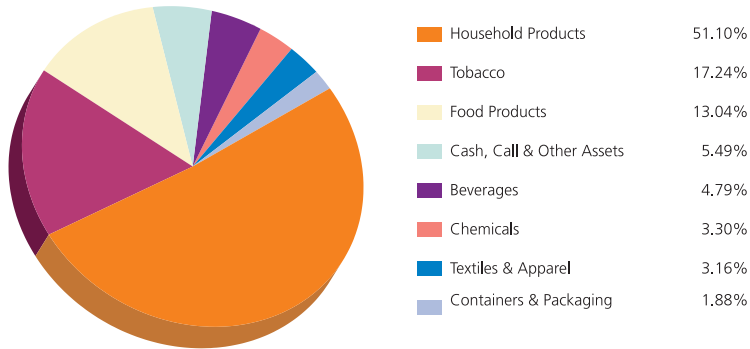
those who are looking at investing in "FMCG" sector and not averse to fluctuations of a particular sector.

INVESTMENT HORIZON 3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 43.13 Crores

Portfolio Composition by Sector % to NAV



Dividend History : FMCG Fund - Dividend Option

| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|---------------|
| 16-Mar-00 | 11.45 | Rs. 10.00 | 1.00 per unit |

Performance Record (FMCG Fund - Growth Option)

| Date | Period | NAV (Rs) | Returns | |
|-----------|-----------------------------|----------|------------------------|-----------------------------|
| | | | FMCG Fund ¹ | CNX FMCG Index ¹ |
| 31-Dec-03 | | 12.85 | | |
| 31-Dec-02 | Last 12 months (365 days) | 8.07 | 59.23% | 31.04% |
| 29-Dec-00 | Last 3 Years (1097 days) | 10.21 | 7.95% | 0.90% |
| 31-Mar-99 | Since allotment (1736 days) | 10.00 | 5.41% | -2.25% |

31st Dec 2000 was not a Business Day.
¹ Compounded Annualised Returns

None of the past results shown should be considered representation of future performance.

Portfolio Turnover Ratio : 5.65

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|---------------------------------------|------------------------|--------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Hindustan Lever | Household Products | 405028 | 828.08 | 19.20% |
| ITC | Tobacco | 75600 | 743.53 | 17.24% |
| Trent | Household Products | 143177 | 397.82 | 9.22% |
| Gillette India | Household Products | 51600 | 362.9 | 8.41% |
| Godrej Consumers | Household Products | 171000 | 302.58 | 7.02% |
| Dabur | Household Products | 285000 | 251.23 | 5.83% |
| Goodlass Nerolac Paints | Food Products | 49947 | 225.46 | 5.23% |
| Asian Paints | Chemicals | 42531 | 142.39 | 3.30% |
| Mcdowell & Company | Beverages | 199000 | 137.51 | 3.19% |
| Bata | Textiles & Apparel | 205000 | 136.33 | 3.16% |
| Tata Tea | Food Products | 35000 | 119.98 | 2.78% |
| Agro Dutch Industries | Food Products | 256900 | 117.02 | 2.71% |
| Smithkline Beecham Cons Health | Food Products | 31244 | 100.07 | 2.32% |
| Essel Propack | Containers & Packaging | 28865 | 81 | 1.88% |
| Champagne Indage | Beverages | 200000 | 69.12 | 1.60% |
| Proctor & Gamble Hygiene & Healthcare | Household Products | 10050 | 47.12 | 1.09% |
| Equities (Listed - Non Traded) | | | | |
| Marico Industries | Household Products | 87078 | 14.37 | 0.33% |
| Cash, Call & Other Assets | | | 236.77 | 5.49% |
| Total | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI FMCG Plan continues to invest in stocks from the sector based on bottom up fundamentals. With good monsoons, there is likelihood of increased rural demand that could benefit FMCG

companies. Companies in the paints business are also likely to benefit from the upturn in the real estate and automobile businesses.

WHO SHOULD INVEST

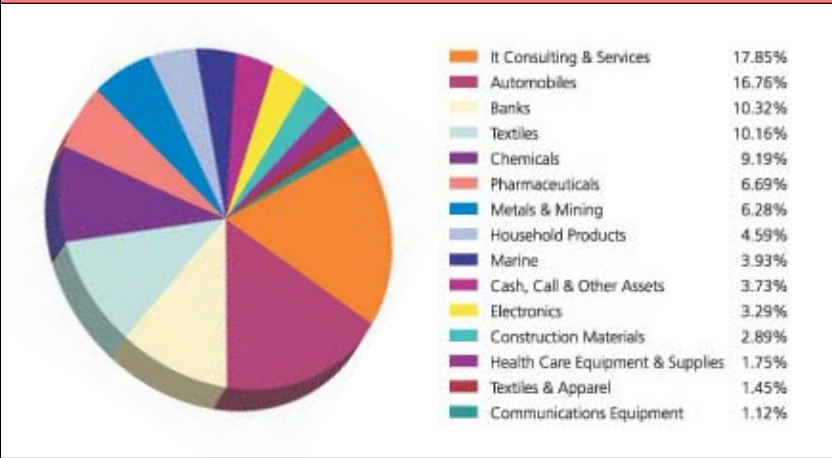
those who are looking for a fund that seeks to invest in equity/equity related securities and has the ability to switch 100% of portfolio into debt and money market instruments for defensive consideration.

INVESTMENT HORIZON 3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 173.77 Crores

Portfolio Composition by Sector % to NAV



Performance Record (Dynamic Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns ¹ | Benchmark Index (NSE Nifty) ¹ |
|-------------------|----------------------------|----------|----------------------|--|
| 31-Dec-03 | | 22.6651 | | |
| 31-Dec-02 | Last 1 Year (365 days) | 11.4200 | 98.47% | 71.90% |
| 31-Oct-02 | Since allotment (426 days) | 10.0000 | 101.59% | 79.22% |
| ¹ CAGR | | | | |

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 112.73

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|------------------------------|-------------------------------|---------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Reliance Industries | Chemicals | 216998 | 1243.07 | 7.15% |
| Infosys Technologies | IT Consulting & Services | 21801 | 1213.16 | 6.98% |
| HCL Technologies | IT Consulting & Services | 284992 | 870.51 | 5.01% |
| Tata Motors | Automobiles | 190512 | 861.21 | 4.96% |
| Automotive Axles | Automobiles | 267121 | 805.37 | 4.63% |
| Hindustan Lever | Household Products | 389842 | 797.03 | 4.59% |
| Indo Rama Synthetics | Textiles | 781683 | 726.18 | 4.18% |
| Alok Textile | Textiles | 1206654 | 705.29 | 4.06% |
| Mastek | IT Consulting & Services | 210497 | 699.59 | 4.03% |
| Great Eastern Shipping | Marine | 446998 | 683.68 | 3.93% |
| Corporation Bank | Banks | 254963 | 632.69 | 3.64% |
| IDBI | Banks | 1015000 | 628.79 | 3.62% |
| Nicholas Piramal India | Pharmaceuticals | 75999 | 619.05 | 3.56% |
| Videocon International | Electronics | 766320 | 572.44 | 3.29% |
| Tata Iron & Steel | Metals & Mining | 124982 | 554.05 | 3.19% |
| Steel Authority of India | Metals & Mining | 1050090 | 536.6 | 3.09% |
| State Bank Of India | Banks | 99000 | 532.17 | 3.06% |
| ACC | Construction Materials | 205000 | 502.05 | 2.89% |
| Hero Honda | Automobiles | 110491 | 495.44 | 2.85% |
| Finolex Industries | Chemicals | 430931 | 354.01 | 2.04% |
| Welspun India | Textiles | 300000 | 333.75 | 1.92% |
| TVS Motor Company | Automobiles | 300000 | 319.65 | 1.84% |
| Visual Soft | IT Consulting & Services | 123806 | 317.75 | 1.83% |
| Dr. Reddys Laboratories | Pharmaceuticals | 22000 | 314.4 | 1.81% |
| Apollo Hospitals Enterprises | Health Care Equip. & Supplies | 168021 | 304.79 | 1.75% |
| Escorts Ltd | Automobiles | 328799 | 282.6 | 1.63% |
| SB& T International | Textiles & Apparel | 450000 | 252.23 | 1.45% |
| Ranbaxy Laboratories | Pharmaceuticals | 21000 | 230 | 1.32% |
| Finolex Cables | Communications Equipment | 114409 | 194.67 | 1.12% |
| Majestic Auto | Automobiles | 252515 | 148.1 | 0.85% |
| Cash, Call & Other Assets | | | 647.06 | 3.73% |
| Total | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI Dynamic Plan benefits from its ability to take aggressive sector allocation calls. The

equity weight was decreased to as low as 66% in the month of October when volatility in the market was anticipated. Thereafter the asset allocation to equity was increased during the quarter.

WHO SHOULD INVEST

those who are looking at investing in the “Technology Intensive Companies” and not averse to fluctuations of a particular sector.

INVESTMENT HORIZON

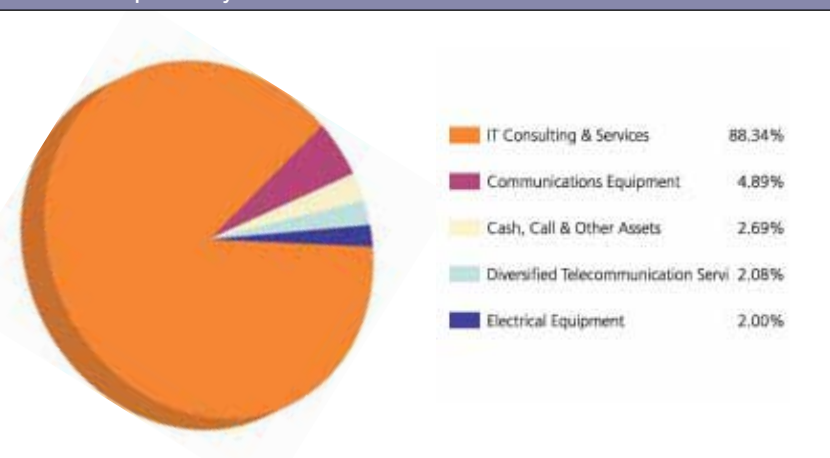
3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 181.84 Crores

Portfolio Composition by Sector

% to NAV



Performance Record (Technology Fund - Growth Option)

| Date | NAV (Rs) | Returns ¹ | Benchmark Index (Mindex) ¹ |
|-----------|----------|----------------------|---------------------------------------|
| 31-Dec-03 | 5.62 | | |
| 31-Dec-02 | 3.40 | 65.29% | 29.64% |
| 29-Dec-00 | 4.77 | 5.61% | -9.18% |
| 3-Mar-00 | 10.00 | -13.97% | -28.35% |

31st Dec 2000 was not a Business Day.
 * An index created by the Economic Times ¹ CAGR

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 19.56

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--------------------------------|-------------------------------|--------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Infosys Technologies | IT Consulting & Services | 33042 | 1838.69 | 10.11% |
| Hughes Software Systems | IT Consulting & Services | 310897 | 1750.97 | 9.63% |
| HCL Technologies | IT Consulting & Services | 549502 | 1678.45 | 9.23% |
| Satyam Computer | IT Consulting & Services | 437000 | 1599.86 | 8.80% |
| Wipro | IT Consulting & Services | 85650 | 1486.93 | 8.18% |
| Iflex Solutions | IT Consulting & Services | 146752 | 1241.52 | 6.83% |
| Crane Software International | IT Consulting & Services | 347265 | 1224.28 | 6.73% |
| E-Serve International | IT Consulting & Services | 135870 | 987.23 | 5.43% |
| Mphasis BFL Software | IT Consulting & Services | 129714 | 986.15 | 5.42% |
| Tata Telecom | Communications Equipment | 355441 | 889.14 | 4.89% |
| Geometric Software Solutions | IT Consulting & Services | 142800 | 812.89 | 4.47% |
| Blue Star Infotech | IT Consulting & Services | 350237 | 753.01 | 4.14% |
| HCL Infosystems | IT Consulting & Services | 108600 | 430.82 | 2.37% |
| KPIT Infosystems | IT Consulting & Services | 129999 | 417.49 | 2.30% |
| Mastek | IT Consulting & Services | 121450 | 403.64 | 2.22% |
| Bharati Televentures | Diversified Telecom. Services | 360000 | 378.36 | 2.08% |
| Bharat Electronics | Electrical Equipment | 59792 | 364.1 | 2.00% |
| NIIT | IT Consulting & Services | 133000 | 360.56 | 1.98% |
| Mediline Equip & Computer Sys. | IT Consulting & Services | 100000 | 19.25 | 0.11% |
| Equities (UnListed) | | | | |
| Ampersand Software | IT Consulting & Services | 275000 | 37.13 | 0.20% |
| Quality Assurance Institute | IT Consulting & Services | 75000 | 25.82 | 0.14% |
| Sip Technologies | IT Consulting & Services | 35014 | 8.75 | 0.05% |
| Cash, Call & Other Assets | | | 489.77 | 2.69% |
| Total | | | | 100.00% |

Fund manager's commentary

The Prudential ICICI Technology Plan was among the top performing funds. The sentiments in the technology sector have been improving steadily, with signs of pricing pressures abating and improved

traction in business volumes. The Technology Plan benefits from its bottom up approach to investing in technology stocks.

INVESTMENT HORIZON

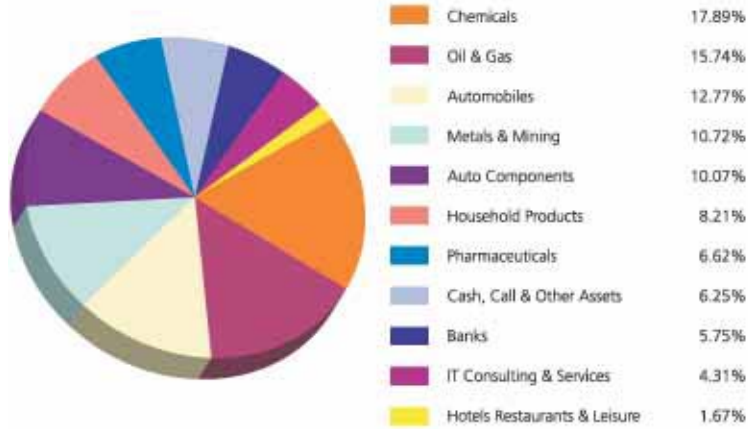
3 years & more

Figure as on 31st December, 2003

Fund Size Rs. 37.22 Crores

Portfolio Composition by Sector

% to NAV



Dividend History (Tax Plan - Dividend Option)

| Record Date | NAV (Rs) | Face Value | Dividend (Rs) |
|-------------|----------|------------|---------------|
| 16-Mar-00 | 22.06 | 10.00 | 6.00 per unit |
| 24-Jul-03 | 12.38 | 10.00 | 1.20 per unit |

Performance Record (Tax Plan - Growth Option)

| Date | Period | NAV (Rs) | Returns ¹ | Benchmark Index - Nifty ¹ |
|-----------|-----------------------------|----------|----------------------|--------------------------------------|
| 31-Dec-03 | | 31.87 | | |
| 31-Dec-02 | Last 12 months (365 days) | 12.73 | 150.35% | 71.90% |
| 29-Dec-00 | Last 3 years (1097 days) | 11.93 | 38.67% | 14.13% |
| 19-Aug-99 | Since allotment (1595 days) | 10.00 | 30.37% | 7.96% |

¹Compounded Annualized Returns
31st Dec 2000 was not a Business Day.

None of the past results shown should be considered a representation of future performance.

Portfolio Turnover Ratio : 46.49%

WHO SHOULD INVEST

those who are looking for a plan for their tax saving with a shorter lock-in-period and a potential for capital appreciation

PORTFOLIO

| Name | Sector | Qty. | Mkt. Value (Rs. in Lacs) | % to NAV |
|--------------------------------|------------------------------|--------|--------------------------|----------------|
| Equities (Listed) | | | | |
| Trent | Household Products | 110000 | 305.64 | 8.21% |
| Finolex Industries | Chemicals | 335000 | 275.2 | 7.39% |
| Elicher Motors | Automobiles | 112038 | 266.71 | 7.17% |
| United Phosphorous | Chemicals | 50000 | 241.85 | 6.50% |
| Aban Lloyd Chiles Offshore | Oil & Gas | 48272 | 236.34 | 6.35% |
| Steel Authority of India | Metals & Mining | 450000 | 229.95 | 6.18% |
| Karnataka Bank | Banks | 175690 | 213.99 | 5.75% |
| Ucal Fuel Systems | Auto Components | 55010 | 208.87 | 5.61% |
| Rane Engine Valves | Automobiles | 52092 | 208.6 | 5.60% |
| IBP | Oil & Gas | 22396 | 192.34 | 5.17% |
| Monnet Ispat | Metals & Mining | 155000 | 169.03 | 4.54% |
| Exide Industries | Auto Components | 118300 | 165.86 | 4.46% |
| Aurobindo Pharma | Pharmaceuticals | 38000 | 163.46 | 4.39% |
| KPIT Infosystems | IT Consulting & Services | 50001 | 160.58 | 4.31% |
| Bongaigon Refinery & Petrochem | Oil & Gas | 175000 | 157.06 | 4.22% |
| Bayer India | Chemicals | 51221 | 149 | 4.00% |
| Strides Arcolab | Pharmaceuticals | 37896 | 83.03 | 2.23% |
| Taj Gvk Hotels & Resorts | Hotels Restaurants & Leisure | 42866 | 62.16 | 1.67% |
| Equities(UnListed) | | | | |
| Uniphos Enterprises | Chemicals | 50000 | @ | # |
| Cash, Call & Other Assets | | | 232.63 | 6.25% |
| Total | | | | 100.00% |

Equity for which % to NAV is less than 0.01%

@ Market value less than 0.01 lacs

Fund manager's commentary

The Prudential ICICI Tax Plan was among the top performing equity funds in the market in 2003. The fund

continues to benefit from its strategy of investing a greater part of its portfolio in stocks that provide good long term value. In line with its philosophy, the portfolio churn continues to be low.

The Power of Small

Does the question whether the investor should invest at current market levels ponder your mind?

Does with every increase in the Sensex it seem as if you are missing the bus...

In this issue we are not giving you tips but some tools that will help you invest better. We talk to you about Systematic Investment Plan (SIP) and how SIP is an effective tool for investing. We also bring to you an Unique Product from Prudential ICICI, "Prudential ICICI Advisor Series".

The Power of Small

- Are you thinking about saving for your kid's education?
- Or for that house you always dreamed of?
- Or worried about building the nest egg for your retirement?

You'd be amazed what you could achieve by setting aside a small sum of money regularly. Prudential ICICI puts the power of its Systematic Investment Plan in your hands. Designed to help you achieve your goals and dreams without the pinch of investing large sums of money. Here's what you need to do to get started.

Identify your investment goals

Investing is like taking a long holiday. There's a lot of planning that goes into it.

- How long is the trip? (What is your investing "time horizon"?)
- What should you pack? (What type of investments will you make?)
- How much fuel will you need? (How much money will you need to reach your goals?)
- Will you need to stop along the way? (Do you have short-term financial needs?)
- How long do you plan on staying? (Will you need to live off the investment in later years?)

You ought to answer the following questions before you can successfully set about your investing journey

- What are your goals? Is this money for retirement? A house? Your child's education? Income to live on in the golden years?
- How much money can you set aside to a regular investing plan?

The more specific you can be, the more likely you are to set and achieve reasonable goals.

Understand your risk profile

After you have correctly defined your financial goals you need to consider your risk tolerance. Your level of risk tolerance refers to your ability to handle the variability of the future return or loss on your investments. This will in turn help drive the choice of investments ideal for you.

You need to figure out, how comfortable will you be if you invest in something in which the price changes every day - sometimes not the way you want it to change? Any investment involves a trade-off between risk and reward. The higher the reward, the greater the risks and uncertainties. Investors ought to try to factor the risks and returns of different types of investments before making their investment decisions. For example, the return of principal on government securities is almost certain and hence carries negligible credit risk - its returns are also much lower compared to say, equity. In contrast, investment in equity produces very uncertain results in the short-term as day to day fluctuations in the stock market can be substantial. This risk in investing in equity market is therefore higher than, say, the debt market or government securities - consequently the expected return is higher.

Typically, an investor's level of risk tolerance is very much influenced by:

- Age: Rahul, starting his career at 25, can afford greater risks while investing than 50 year old Madhav who is making an investment plan for retirement.
- Investment objectives: Are your saving for the long or short term?
- Financial condition and personality: Is the investment you are setting aside a substantial part of your total investment?



Start Early

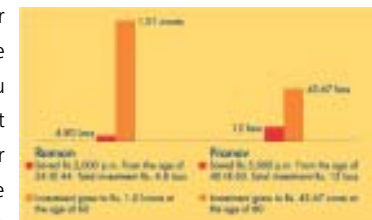
Most of us make the mistake of postponing our investments. Remember the age-old adage "Time is money" - the clock is ticking and every day you postpone your investment decision, you aren't allowing your money to make more money for you. If you work it out arithmetically, the compounding effect of your money (when an investment generates earnings on reinvested earnings) can make things swing in your

favour. Let us look at an example of two friends:

Raman, who saves Rs. 2,000 per month from the age of 24 in an instrument that generates a hypothetical return of 11% per annum. He saves for 20 years and thereafter he stops adding money to his nest egg. Compare his returns to those of his friend Pranav, who starts saving from the age of 40 and saves Rs. 5,000 per month until the ripe old age of 60. Guess who has more at retirement?

If you guessed Raman - you are absolutely right. His total investment of Rs. 4.80 lacs (Rs. 24,000 per year for a period of 20 years) grew to Rs. 1.01 crores by the time he turned 60. On the other hand, Pranav saves for the same period of 20 years invests a total of Rs. 12 lacs (Rs. 60,000 per year for 20 years) yet he ends up with just Rs. 43.67 lacs at the age of 60. The reason - Compounding effect of money (when an investment generates earnings on reinvested earnings). Raman's money grew for 36 years, roughly twice as long as Pranav, and with a lot less money invested every month.

If achieving your financial goals is what you are after, then this is one of the most important reasons for you to start investing right now. Everyday counts.



Save regularly

The second part of the mantra to successful investing (the first is start early) - Small amounts saved regularly can become a substantial sum in the long term - as has been described in the example above. This is where we come in - you can use our Systematic Investment Plan to invest small amounts of money at regular intervals. The benefits of using the SIP are threefold:

- It disciplines you to save regularly rather than randomly
- It brings down the average cost per unit (and we know that every Rupee saved is a Rupee earned)
- It helps reduce the risk of timing the markets

Here's how it works to your advantage:

Let us suppose that you would like to invest Rs.1,000 every quarter, in an equity fund using the Systematic Investment Plan. The following table shows how your investments would look in the two scenarios of fluctuating and rising market:

| Quarter | Amount Invested (Rs.) | Fluctuating Market | | Rising Market | |
|--------------------|--|----------------------|---|----------------------|------------------------|
| | | Purchase Price (Rs.) | No. of Units Purchased | Purchase Price (Rs.) | No. of Units Purchased |
| Initial Investment | 1,000 | 10.00 | 100.00 | 10.00 | 100.00 |
| 1 | 1,000 | 8.20 | 121.95 | 10.50 | 95.24 |
| 2 | 1,000 | 7.40 | 135.14 | 11.00 | 90.91 |
| 3 | 1,000 | 6.10 | 163.93 | 11.50 | 86.96 |
| 4 | 1,000 | 5.40 | 185.19 | 12.00 | 83.33 |
| 5 | 1,000 | 6.00 | 166.67 | 12.40 | 80.65 |
| 6 | 1,000 | 8.20 | 121.95 | 12.90 | 77.52 |
| 7 | 1,000 | 9.25 | 108.11 | 13.35 | 74.91 |
| 8 | 1,000 | 10.00 | 100.00 | 14.00 | 71.43 |
| 9 | 1,000 | 11.25 | 88.89 | 14.50 | 68.97 |
| 10 | 1,000 | 13.40 | 74.63 | 15.00 | 66.67 |
| 11 | 1,000 | 14.40 | 69.44 | 15.50 | 64.52 |
| TOTAL | 12,000 | | 1,435.90 | | 961.11 |
| Average Unit Cost | (Rs.12,000/1435.9)=Rs.8.36 | | (Rs.12,000/961.1)=Rs.12.49 | | |
| Average Unit Price | (Sum of Purchase price / 12) = Rs.9.13 | | (Sum of Purchase price / 12) = Rs.12.72 | | |
| Assumed NAV @ Q12 | Rs.14.90 | | Rs.16.00 | | |
| Market Value | (1435.9 units x Rs.14.90) = Rs.21,395 | | (961.11 units x Rs.16.00) = Rs.15,378 | | |

Therefore, the average unit cost is lower than average unit price irrespective of market rising or fluctuating. Using the Prudential ICICI SIP you could potentially reduce your average cost per unit – a concept popularly called Rupee cost averaging. This happens because you get the advantage of buying more units when the market is low and averaging out the purchase price.

So, is the SIP right for you?

If you are investing for the long term (3-7 years) in an equity fund then opting for SIP makes enormous sense for you. It is like a recurring deposit with different investment options. Even if you are investing for less than 3 years and investing in debt funds, then too the SIP is a powerful tool.

How does one get started?

Easy, use one of our application form to start investing. Check out the table below for minimum investments and details about the post dated cheques.

| Scheme | Initial Investment (Amount in Rs.) | Min. Post-Dated Cheque amount for Monthly SIP (Amount in Rs.) | Min. Post-Dated Cheque amount for Quarterly SIP (Amount in Rs.) | Min. No. of Post-Dated Cheques | |
|----------------------|---------------------------------------|--|--|--------------------------------|---------------|
| | | | | Montly SIP | Quarterly SIP |
| Income Plan | 1,000 | 500 | 1,000 | 8 | 4 |
| Flexible Income Plan | 1,000 | 500 | 1,000 | 8 | 4 |
| Monthly Income Plan | | | | | |
| Dividend & AEP | 10,000 | 2,500 | 3,750 | 6 | 4 |
| Cumulative | 1,000 | 500 | 1,000 | 8 | 4 |
| Balanced Fund | 1,000 | 500 | 1,000 | 8 | 4 |
| Growth Plan | 1,000 | 500 | 1,000 | 8 | 4 |
| Tax Plan | 500 | 500 | NA | 9 | |
| FMCG Fund | 1,000 | 500 | 1,000 | 8 | 4 |
| Technology Fund | 1,000 | 500 | 1,000 | 8 | 4 |
| Dynamic Plan | 1,000 | 500 | 1,000 | 8 | 4 |
| Power | 1,000 | 500 | 1,000 | 8 | 4 |
| Child Care Plan | 1,000 | 500 | 1,000 | 8 | 4 |

* Post Dated Cheques (PDCs) should be dated either 7th or 10th of the respective month.

We know you work hard for your money. But, very often, in today's complex financial world its difficult to know how to make your money take you where you want to go. There are so many options and so many opinions to consider. At these times, an advisor equipped with the right tools can come in handy to show you the way.

Presenting Prudential ICICI Advisor Series; Solutions that are tailor-made to meet your individual needs.

We know you are unique. Since needs, risk profiles and investment horizons differ from person to person, our first step is to understand you. All you need to do is to answer a few questions overleaf on the basis of which we will find out your [InvestCare Quotient](#). (Please refer to page 50 to take the test).

Depending on where you fit in, we'll suggest a Plan from the following five plans that is just right for you.

PRUDENTIAL ICICI VERY CAUTIOUS PLAN

Prudential ICICI Very Cautious Plan invests in scheme of Prudential ICICI mutual fund that primarily allocate their investments in money market & debt securities.

Minimum Investment: Rs.5000 and in multiples of Re 1 & minimum additional investment is Rs.500 and multiples thereof.

Entry Load: Nil

Exit Load: Nil

PRUDENTIAL ICICI CAUTIOUS PLAN

Prudential ICICI Cautious Plan invests in scheme of Prudential ICICI Mutual Fund that primarily allocate their investments in fixed income securities & to a lesser extent (Maximum 35%) in equity & equity related securities.

Minimum Investment: Rs.5000 and in multiples of Re 1 & minimum additional investment is Rs.500 and multiples thereof.

Entry Load: Nil

Exit Load: Nil

PRUDENTIAL ICICI MODERATE PLAN

Prudential ICICI Moderate Plan invests in scheme of Prudential ICICI mutual fund that primarily allocate their investments in equity & equity related securities & fixed income securities.

Minimum Investment: Rs.5000 and in multiples of Re 1 & minimum additional investment is Rs.500 and multiples thereof.

Entry Load: 1%

Exit Load: Nil

PRUDENTIAL ICICI AGGRESSIVE PLAN

Prudential ICICI Aggressive Plan invests in scheme of Prudential ICICI mutual fund that primarily allocate their investments in equity & equity related securities & small portion in debt & Money Market Instruments.

Minimum Investment: Rs.5000 and in multiples of Re 1 & minimum additional investment is Rs.500 and multiples thereof.

Entry Load: 1.50%

Exit Load: Nil

PRUDENTIAL ICICI VERY AGGRESSIVE PLAN

Prudential ICICI Very Aggressive Plan invests in scheme of Prudential ICICI mutual fund that primarily allocate their investments in equity & equity related securities as under:

Minimum Investment: Rs.5000 and in multiples of Re 1 & minimum additional investment is Rs.500 and multiples thereof.

Entry Load: 1.75%

Exit Load: Nil

PruICI InvestCare Quotient

To help you find out the right product from our PruICI Advisor Series that best suits you, please answer the following questions:

Part A : Risk Profile

Choose one answer which best describes your nature and preferences.

- If the performance of an investment you have recently made is below your expectations, how would you feel?**
 - Very upset
 - Somewhat upset, but hope that it will improve in the future.
 - Uneasy but willing to take it in my stride.
 - Not upset because I know that all investments carry risk.
- What do you normally associate the word 'risk' with?**
 - Danger
 - Uncertainty
 - Opportunity
 - Thrill
- If you had to choose between being a salaried employee and running your own business, which one would you prefer?**
 - Being a salaried employee
 - Doing a salaried job and may be run a part-time business.
 - Running a partnership business
 - Running my own business.
- When you invest your money, what thought comes to your mind first?**
 - I should not loose my money.
 - This should not turn out to be a bad investment.
 - This should turn out to be a good investment.
 - I know this is a good decision.
- After you have made an investment, how do you usually feel?**
 - Very worried.
 - Somewhat worried.
 - Somewhat satisfied.
 - Very satisfied.
- If you had the choice between a fixed salary and a partly variable one, depending on your performance and the profits of your company, which one would you prefer?**
 - I would prefer a fixed salary, even if it is small.
 - I would prefer most of my salary to be fixed, with only a small variable part.
 - I would prefer half my salary to be fixed, and the other half to be variable.
 - I would prefer most of my earnings to be performance-linked.
- If you had to make an investment decision without consulting or discussing it with anybody, how would you feel?**
 - Very unsure.
 - Not very confident.
 - Some what confident.
 - Very confident.
- Consider this scenario. You had invested in a company, but its performance was so bad post your investment, that you sold off your investments at a loss. Then you hear that the same company has begun to do well. Would you invest in the company again?**
 - Definitely not.
 - May be, but am not very sure.
 - Perhaps I will.
 - Definitely yes.
- Experts tell you that investments are subject to risk and you have to be prepared for losses as well as gains. What is the level of loss in your investment that you are willing to accept?**
 - I would hate to see any kind of loss in my investments.
 - I will be willing to take up to a 20% loss.
 - I can perhaps bear a loss of up to 40%.
 - I am willing to take any kind of loss.
- If you looked at the portfolio of the investments that you have already made, how would you characterize them?**
 - Only assured return investments.
 - Limited investment in risky products
 - Divided between risky and safe products
 - Mostly risky investments.
- If your investment adviser told you that you could enjoy better returns if you were willing to take the risk, to what extent would you be willing to expose your investments to risk, to earn a higher return?**
 - None at all.
 - About 20%.
 - About 40%
 - More than 50%
- Interest rates can go up or down. If you had to take a loan and had the choice between a fixed rate and a variable one, which one would you prefer?**
 - I will always choose a fixed rate.
 - I will choose a combination of 70% fixed and 30% variable.
 - I will choose a combination of 30% fixed and 70% variable.
 - I will choose 100% variable.

Scoring

- 10 marks
- 20 marks
- 30 marks
- 40 marks

Add up your score. This is your risk profile score.

Risk Profile Score:

Part B: Demographic Profile

The second step in the process is to ascertain your demographic profile by filling up the table given below.

For every attribute that applies to you in Column A, you would need to enter "1" in the score A column alongside and for every attribute that applies to you in Column B, enter "0" in the score B column alongside.

| Attribute | A | Score A | B | Score B |
|-------------------------|--------------------------------|---------|-----------------------------|---------|
| Sex | Male | | Female | |
| Age | <50 years | | >50 years | |
| Income | Greater than Rs. 5,00,000 p.a. | | Less than Rs. 5,00,000 p.a. | |
| Occupation | Self Employed | | Salaried | |
| Educational Background | Graduation and above | | Under Graduate | |
| Experience in investing | More than 3 years | | Less than 3 years | |
| Investing Horizon | Less than 3 years | | More than 3 years | |
| Total score | | | | |

Add up the score A column. This is your Demographic Profile Score.

Demographic Profile Score:

Next, taking into consideration your risk profile and Demographic Profile Scores, place yourself in the relevant slot against the scores mentioned in the given matrix by circling the relevant scores.

| Risk Profile | Demographic Profile score | | | | | | | |
|--------------|---------------------------|-----|-----|-----|-----|-----|-----|-----|
| Score | 0 | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 120 - 150 | VCI | VCI | VCI | VCI | VCI | VCI | CI | CI |
| >150 < 200 | VCI | VCI | CI | CI | CI | CI | MI | MI |
| >200 < 300 | CI | CI | MI | MI | MI | MI | AI | AI |
| >300 < 400 | CI | MI | MI | AI | AI | AI | VAI | VAI |
| >400 < 480 | MI | AI | AI | AI | VAI | VAI | VAI | VAI |

Reading the matrix:

AI - Aggressive Investor
VAI - Very Aggressive Investor
MI - Moderate Investor
CI - Cautious Investor
VCI - Very Cautious Investor

For eg. If your Risk Profile Score is 275 and your Demographic Profile Score is 5 then you fall into the MIS Category.

| Risk Profile | Demographic Profile score | | | | | | | |
|--------------|---------------------------|-----|-----|-----|-----|-----|-----|-----|
| Score | 0 | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 120 - 150 | VCI | VCI | VCI | VCI | VCI | VCI | CI | CI |
| >150 < 200 | VCI | VCI | CI | CI | CI | CI | MI | MI |
| >200 < 300 | CI | CI | MI | MI | MI | MI | AI | AI |
| >300 < 400 | CI | MI | MI | AI | AI | AI | VAI | VAI |
| >400 < 480 | MI | AI | AI | AI | VAI | VAI | VAI | VAI |

The PruICI InvestCare Quotient has helped you to find out your ability to take risks, the kind of returns that you are seeking and your overall investment profile.

Based on your InvestCare Quotient we have the following five products from PruICI Advisor Seires with the indicated asset allocation.

| Type of security | Equity-oriented schemes | Debt-oriented schemes | Money market schemes, cash & liquid plans |
|-----------------------------|-------------------------|-----------------------|---|
| PruICI Very Cautious Plan | Nil | 30-60% | 40-70% |
| PruICI Cautious Plan | 0-35% | 50-70% | 15-30% |
| PruICI Moderate Plan | 40-60% | 30-40% | 10-30% |
| PruICI Aggressive Plan | 50-80% | 20-40% | 0-10% |
| PruICI Very Aggressive Plan | 90-100% | Nil | 0-10% |

To invest in the product identified by your InvestCare Quotient, please fill up the application form in the following page.

Disclaimers:-

- The attached InvestCare Quotient is only a guiding tool to enable investors to gain a perception on how generally age profiles may be correlated to investment patterns and is not a recommendation to invest in the schemes of the mutual funds.
- Individual investment needs may vary and may therefore be at variance with the model of the InvestCare Quotient. You as an investor have to arrive at your own independent judgement irrespective of any indication given by the InvestCare Quotient.
- Under no circumstances should the InvestCare Quotient be construed as a recommended pattern of investment by the AMC or the Trustess of the Mutual Fund.
- Each investor has to analyse his/her investment objectives and needs to arrive at his/her own independent judgement after due consultation with their investment advisors or other professional advisors as to the structure of investments which would best fit their requirements.
- In no way should the InvestCare Quotient be construed as an assurance of returns by the AMC/Trustees if invested in the underlying schemes.
- Please read the attached risk factors before arriving at any investment decision.
- Neither the AMC nor the Trustees nor any officials thereof will be liable for any losses that the investor may suffer as a result of any investment by an investor whether or not the investor did so based on the InvestCare Quotient.

Funds at a glance

| Key Features | Liquid Plan | | Income Plan | |
|------------------------------|---|--|---|--|
| Type | Open-ended Liquid Income Fund | | Open-ended Debt Fund | |
| Investment Pattern | Money Market upto 80% & Debt Instruments upto 20% | | Debt Securities upto 75% & Money Market & Cash upto 25% | |
| Option | Growth | Div. Reinv. (Daily, Weekly, Monthly) [#] Div. Reinv. & Pay. (Qty & H.Yrly) ^{##} | Growth/Growth-AEP (Appreciation & Regular) and Dividend^A (Quarterly & Half Yearly) | |
| Default Option | Growth | | Growth | |
| Application Amount | Rs. 15,000 | Rs. 1 lac (plus in multiples of Re.1) | Rs. 5,000 (plus in multiples of Re. 1) Rs. 25,000 for AEP | |
| Min. Addl. Investment | Rs. 5,000 & in multiples thereof | | Rs. 500 & in multiples thereof | |
| Entry Load* | Nil | | Nil | |
| Exit Load* | Nil | | For investment of less than or upto Rs.10 lakhs: 0.5% if investment held for less than or equal to a period of 6 months For investment of above Rs. 10 lakhs: Nil | |
| Redemption Cheques Issued ## | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations. Same Day Redemption Facility (refer to key information memo.) | | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations | |
| Min. Redemption Amt. | Rs. 5,000 | | Rs. 500 | |
| Cut off time: Purchase | 12.00 noon ^{oe} | 12.00 noon ^{oe} | 4.00 p.m. | |
| Redemption | 3.00 p.m. | 3.00 p.m. | 4.00 p.m. | |
| Sat. Subscription/Redem. | 10.30 a.m. | 10.30 a.m. | N.A. | |
| Systematic Investment Plan | N.A. ^{***} | | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each. ^{***} Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each. | |
| Systematic Withdrawal Plan | N.A. ^{***} | | Minimum of Rs. 500 and multiples thereof. | |
| Recurring Expenses** | | | | |
| Investment Mangmt. Exp. | 0.70% | | 1.25% | |
| Other recurring expenses | 0.30% | | 0.75% | |
| Total | 1.00% | | 2.00% | |

| Key Features | Balanced Plan | | Growth Plan | |
|------------------------------|--|--|--|--|
| Type | Open ended Balanced Fund | | Open-ended Equity Fund | |
| Investment Pattern | Under normal circumstances Equity and Equity related instruments upto 60% & Debt, Money Market and Cash upto 40% | | Equity and Equity related instruments upto 95% & Debt, Money Market and Cash upto 5% | |
| Option | Growth & Dividend | | Growth & Dividend | |
| Default Option | Growth | | Growth | |
| Application Amount | Rs. 5,000 (plus in multiples of Re. 1) | | Rs. 5,000 (plus in multiples of Re. 1) | |
| Min. Addl. Investment | Rs. 500 & in multiples thereof | | Rs. 500 & in multiples thereof | |
| Entry Load* | (i) For investment of less than Rs.10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs.3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs.3 Crores and above: NIL | | (i) For investment of less than Rs.10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs.3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs.3 Crores and above: NIL | |
| Exit Load* | Nil | | Nil | |
| Redemption Cheques Issued ## | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations | | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations | |
| Min. Redemption Amt. | Rs. 500 | | Rs. 500 | |
| Cut off time: Purchase | 3.00 p.m. | | 3.00 p.m. | |
| Redemption | | | | |
| Sat. Subscription/Redem. | | | | |
| Systematic Investment Plan | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each ^{***} Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each | | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each ^{***} Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each | |
| Systematic Withdrawal Plan | Minimum of Rs. 500 and multiples thereof. | | Minimum of Rs. 500 and multiples thereof. | |
| Recurring Expenses** | | | | |
| Investment Mangmt. Exp. | 1.25% | | 1.25% | |
| Other recurring expenses | 0.75% | | 1.25% | |
| Total | 2.00% | | 2.50% | |

* The Trustees reserves the right to change/modify the load structure at a later date for the Schemes. ** Investors are requested to read the section on "Fees and Annual Recurring expenses" elsewhere in the application form. The recurring expenses indicated above may change subject to ceilings under the Regulations. ^{##} It is open for any of the existing unit holders of Growth Option / other Dividend sub-options for the above Dividend Options under the above schemes and may switch their investments to the above options at the prevailing NAV of the Growth Option of the respective scheme during a period of two days as follows: (1) In case of Quarterly Dividend Option under Prudential ICICI Liquid Plan – under Normal Option and Institutional Option between September 15, 2003 to September 16, 2003. Thereafter Quarterly Dividend

| Gilt - Treasury | Gilt - Investment | Short Term Plan |
|--|--|--|
| Open-ended short-term Gilt Fund | Open-ended medium-term Gilt Fund | Open-ended Income Fund |
| Gilt Securities (incl. Treasury Bills). Average Maturity normally not to exceed 3 years. | Gilt Securities (incl. Treasury Bills). Average Maturity normally not to exceed 8 years. | Debt Securities upto 100% & Money Market & Cash upto 50% |
| Growth and Dividend (Quarterly & Half Yearly) ^{##} | Growth and Dividend^e (Half Yearly) | Cumulative and Dividend Reinvestment (Fortnightly & Monthly [*]) |
| Growth | Growth | Cumulative |
| Rs. 25,000 (plus in multiples of Re. 1) | Rs. 25,000 (plus in multiples of Re. 1) | Rs. 5,000 (plus in multiples of Re. 1) |
| Rs. 5,000 & in multiples thereof | Rs. 5,000 & in multiples thereof | Rs. 500 & in multiples thereof |
| Nil | Nil | Nil |
| Nil | Nil | Nil |
| Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations |
| Rs. 5,000 | Rs. 5,000 | Rs. 500 |
| 4.00 p.m. 4.00 p.m. N.A. | 4.00 p.m. 4.00 p.m. N.A. | 12.00 noon ^{oe} 3.00 p.m. 10.30 a.m. |
| Not Available | Not Available | Not Available |
| Not Available | Not Available | Not Available |
| 0.75% 0.25% 1.00% | 0.75% 0.25% 1.00% | 0.70% 0.30% 1.00% |

| Tax Plan | FMCG Fund | Technology Fund |
|--|--|--|
| Open-ended Equity Linked Saving Scheme | Open-ended FMCG Sectoral Fund | Open-ended Equity Fund |
| Equity and Equity related instruments upto 90% & Debt, Money Market and Cash upto 10% | Equity and Equity related instruments upto 90% & Debt, Money Market and Cash upto 10% | Equity and Equity related instruments upto 90% & Debt, Money Market and Cash upto 10% |
| Growth & Dividend | Growth & Dividend | Growth & Dividend |
| Growth | Growth | Growth |
| Rs. 500 (plus in multiples of Re. 1) | Rs. 5,000 (plus in multiples of Re. 1) | Rs. 5,000 (plus in multiples of Re. 1) |
| Rs. 500 & in multiples thereof | Rs. 500 & in multiples thereof | Rs. 500 & in multiples thereof |
| (i) For investment of less than Rs.10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs.3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs.3 Crores and above: NIL | (i) For investment of less than Rs.10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs.3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs.3 Crores and above: NIL | (i) For investment of less than Rs.10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs.3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs.3 Crores and above: NIL |
| Nil | Nil | Nil |
| Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations after lock-in period of 3 yrs. | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations |
| Rs. 500 | Rs. 500 | Rs. 500 |
| 3.00 p.m. | 3.00 p.m. | 3.00 p.m. |
| Monthly: Minimum Rs. 500 + 9 post-dated cheques for a minimum of Rs. 500 each ^{***} | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each ^{***} Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each ^{***} Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each |
| Not available | Minimum of Rs. 500 and multiples thereof. | Minimum of Rs. 500 and multiples thereof. |
| 1.25% 1.25% 2.50% | 1.25% 1.25% 2.50% | 1.25% 1.25% 2.50% |

Option under Prudential ICICI Liquid Plan would be open for investments by new investors with effect from September 17, 2003. (2) In case of Half-yearly Dividend Option under Prudential ICICI Liquid Plan – under Normal Option and Institutional Option and under Prudential ICICI Gilt Fund – Treasury Plan between October 1, 2003 to October 3, 2003. Thereafter Half-yearly Dividend Option under Prudential ICICI Liquid Plan and Prudential ICICI Gilt Fund – Treasury Plan would be open for investments by new investors with effect from October 4, 2003. ^A Under the Dividend Option, the Unit-holder may choose between Dividend Payout and Reinvestment Option. If not chosen, Default Option would be Dividend Payout. ^{oe} For transfer cheques/fund transfer above Rs.1 crore in certain specified banks notified from time to time application will be accepted till 1.00 p.m.

Funds at a glance

| Key Features | Flexible Income Plan | Monthly Income Plan |
|--|--|--|
| Type | Open-ended Income Fund | Open-ended Income Fund with no assured returns |
| Investment Pattern | 10 to 100% - Money market and Debentures with residual maturity of less than 1 year. 0 to 90% - Debt instruments with maturity more than 1 year | Debt securities, money market instruments, securitised debt & Cash upto 85%, Equity & Equity related securities upto 15% |
| Option | Cumulative and Dividend⁴ (Half Yearly, Quarterly) | Dividend (Monthly, Quarterly, Half Yearly) and Cumulative AEP (Appreciation & Regular) also offered. |
| Default Option | - | Cumulative |
| Application Amount | Rs. 5,000 (plus in multiples of Re. 1) | Cumulative - Rs. 5,000; Dividend & AEP - Rs. 25,000 (plus multiples of Re 1) |
| Min. Addl. Investment | Rs. 500 & in multiples thereof | Rs. 500 & in multiples thereof under each option |
| Entry Load* | Nil | Nil |
| Exit Load* | Nil | For investment of less than or upto Rs. 10 lakhs: 0.5% if investment held for less than or equal to a period of 6 months For investment of above Rs. 10 lakhs: Nil |
| Redemption Cheques Issued ## | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations | Generally within 1 Business Day for specified RBI locations and additional 3 Business Days for Non-RBI locations |
| Min. Redemption Amt. | Rs. 500 | Rs. 500 |
| Cut off time: Purchase Redemption Sat. Subscription/Redemtn. | 4.00 p.m. 4.00 p.m. | 4.00 p.m. 4.00 p.m. |
| Systematic Investment Plan | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each*** Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each. | Dividend & AEP Option Monthly: Min. Rs. 10,000 + 6 post dtd. chq. for a min. of Rs. 2,500 each Qtrly: Min. Rs. 10,000 + 4 post dtd. chq. for a min. of Rs. 3,750 each Cumulative(without AEP) Option. Monthly: Min. Rs. 1,000 + 8 post-dtd. cheques for a min. of Rs. 500 each*** Qtrly: Min. Rs. 1,000 + 4 post-dtd. chq. for a min. of Rs. 1,000 each |
| Systematic Withdrawal Plan | Minimum of Rs. 500 and multiples thereof. | Minimum of Rs. 500 and multiples thereof. |
| Recurring Expenses** Investment Mangmt. Exp. Other recurring expenses Total | 1.00% 0.50% 1.50% | 1.25% 1.00% 2.25% |

| Key Features | Dynamic Plan | Power |
|--|---|---|
| Type | Open-ended Equity Fund | Open-ended Growth Fund |
| Investment Pattern | Equity and Equity related instruments 0 to 100% & Debt, Money Market and Cash 0 to 100% | Equity and Equity related securities including non convertible portion of convertible debentures - Upto 95% and at least 5% in Debt and Money Market securities. |
| Option | Cumulative | Cumulative & Dividend |
| Default Option | - | - |
| Application Amount | Rs. 5,000 (plus in multiples of Re. 1) | Rs. 5,000 (plus in multiples of Re. 1) |
| Min. Addl. Investment | Rs. 500 & in multiples thereof | Rs. 500 & in multiples thereof |
| Entry Load* | (i) For investment of less than Rs. 10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs. 3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs. 3 Crores and above: NIL | (i) For investment of less than Rs. 10 lakhs: 2.00% of applicable NAV; (ii) For investment of Rs. 10 lakhs and above but less than Rs. 3 Crores: 1.75% of applicable NAV; (iii) For investment of Rs. 3 Crores and above: NIL |
| Exit Load* | Nil | Nil |
| Redemption Cheques Issued ## | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations | Generally within 3 Business Days for specified RBI locations and an additional of 3 Business Days for Non RBI locations |
| Min. Redemption Amt. | Rs. 500 | Rs. 500 |
| Cut off time: Purchase Redemption Sat. Subscription/Redemtn. | 3.00 p.m. | 3.00 p.m. |
| Systematic Investment Plan | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for a minimum of Rs. 500 each*** Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each | Monthly: Minimum Rs. 1,000 + 8 post-dated cheques for Rs. 500 each*** Quarterly: Minimum Rs. 1,000 + 4 post-dated cheques for a minimum of Rs. 1,000 each*** |
| Systematic Withdrawal Plan | Minimum of Rs. 500 and multiples thereof | Minimum of Rs. 500 and multiples thereof. |
| Recurring Expenses** Investment Mangmt. Exp. Other recurring expenses Total | 1.00% 1.00% 2.00% | 1.25% 1.25% 2.50% |

⁴For dividend of Rs. 500 or less the Dividend will be Automatic Compulsory Reinvestment (irrespective of the option selected by the Unitholder) & for Dividend of more than Rs. 500 will either be paid out or reinvested as opted by the Unitholders, If not selected the default option would be dividend reinvestment. *If no option is chosen, default option would be dividend reinvestment.

| Child Care Plan - Study | Child Care Plan - Gift | Index Fund |
|---|---|--|
| Open ended fund (Study Plan) | Open ended fund (Gift Plan) | Open-ended Index Linked Growth Scheme |
| Equity and Equity related securities 0-15%, Debt Securities, Money Market Instruments, Securitised Debt and Cash (including money at call) 85-100% | Equity & Equity related securities 51-60%, Debt Securities, Money Market Instruments, Securitised Debt & Cash (incl. money at call) 40-49%. | Equity stocks drawn from the components of the S&P CNX Nifty and the exchange traded derivatives on the S&P CNX Nifty - upto 100%. Money Market instruments - upto 10% |
| Cumulative Option | Cumulative Option | Cumulative Option |
| Cumulative Option | Cumulative Option | Cumulative Option |
| Rs. 5,000/-, additional in multiples of Re.1 | Rs. 5,000/-, additional in multiples of Re. 1 | Rs. 5,000 (plus multiples of Rs 1000) |
| Rs. 1,000/- | Rs. 1,000/- | Rs. 1000/- |
| 1.50% | 1.50% | Nil |
| 1.00% if investment is redeemed within 3 years. Nil if investment is redeemed after 3 years but before the Beneficiary Child attains the age of 18. | 1.00% if investment is redeemed within 3 years. Nil if investment is redeemed after 3 years but before the Beneficiary Child attains the age of 18. | 0.50% -for purchase transaction upto Rs. 5 lac if the investment is redeemed before 1 years and Nil -for all purchase transaction over Rs. 5 lac |
| Normally Within 3 business days | Normally Within 3 business days | Within 5 Business Days |
| Rs. 1,000 | Rs. 1,000 | Rs. 1000/- |
| 4.00 p.m. 4.00 p.m. N.A. | 3.00 p.m. 3.00 p.m. N.A. | 12.00 noon |
| Monthly : Minimum Rs 1000 + 8 post dated cheques for a min of Rs 500/- each Quarterly : Minimum Rs 1000/- + 4 post dated cheques for a min of Rs 1000/- each | Monthly : Minimum Rs 1000 + 8 post dated cheques for a min of Rs 500/- each Quarterly : Minimum Rs 1000/- + 4 post dated cheques for a min of Rs 1000/- each | Monthly: Minimum Rs. 5000/- + 6 post dated cheques of Rs 1,000/- each Quarterly: Minimum Rs. 5000 + 4 post dated cheques of Rs 1,500 |
| Minimum of Rs 500 and multiples thereof. | Minimum of Rs 500 and multiples thereof. | Minimum of Rs. 1000 and multiples thereof. |
| 1.25% 1.00% 2.25% | 1.25% 1.25% 2.50% | 0.70% 0.55% 1.25% |

| Floating Rate Plan | SPiCE |
|--|--|
| Open-ended Income Fund | An open ended, exchange listed, index linked growth scheme |
| 65-100% = Floating Rate Debt Instruments. 0-35% = Fixed rate debt instruments with maturity less than 1 year. | Securities comprising the SENSEX upto 100 % & Upto 10 % in Money market instruments, convertible bonds & other securities including cash & call |
| Cumulative and Div. Reinvestment | - |
| Cumulative Option | - |
| Rs 100000/- (plus in multiples of Re.1) | One Unit (One unit = SENSEX/100) |
| Rs 1000/- and in multiples thereof | One Unit (One unit = SENSEX/100) |
| Nil | Nil |
| Nil | NIL (In case there are no quotes on the BSE/DSE for five trading days consecutively, an investor can sell directly to the fund at an exit load of 2.5% of NAV) |
| Generally Within 1 business day for Specified RBI locations and additional 3 Business Days for Non-RBI locations | Within 3 business days |
| Rs. 500/- and multiples thereof | One Unit (One unit = SENSEX/100) |
| 4.00 p.m. 4.00 p.m. | 4.00 p.m. during Stock Exchange Working Hours |
| Not Available | Not Available |
| Not Available | Not Available |
| 0.45% 0.30% 0.75% | 1.00% |

As per the Regulations, the Fund shall dispatch redemption proceeds within 10 Business days of receiving the redemption request. Investors are advised to refer to the sections titled "Suspension of sale and redemption of units" and "Right to limit Redemption". **Note:** The fundamental attributes of a Scheme cannot be changed without the consent of not less than 75% of the unitholders.

THE PRUDENT INVESTOR



Corporate Office

3 rd Floor, Contractor Building, 41, R. Kamani Marg, Ballard Estate, Mumbai 400 038. Tel : 2269 7989; Fax : 2267 9677.
Website: www.pruicici.com E-mail: enquiry@pruicici.com

Customer Service Centres

- **Ahmedabad:** 401, Sears Towers, Nr. Panchawati, Gulbai Tekra, Ahmedabad 380 006. Tel: (079) 6421095/96, 6408960/9029
- **Bangalore:** 15/16, Vayudoth Chambers, Ground Floor, Trinity Circle, M. G. Road, Bangalore 560 001. Tel: (080) 5323789, 5323675
- **Baroda:** 203 Dwarakesh Complex, RC Dutt Road, Baroda 390 007. Tel: (0265) 2322283 / 84
- **Chandigarh:** SCO 137-138 1st Floor, Sector 9-C, Chandigarh 160 017. Tel: (0172) 2745302/3/2746195
- **Chennai:** No. 22/4, Aashika Chambers, Chamiers Road, Teynampet, Chennai 600018. Tel: (044) 2433 8228/9
- **Coimbatore:** Old No:58, New No.126, 1st floor, TV Swamy Road (West), R.S. Puram, Coimbatore 641 002. Tel: (0422) 2543380/2543382/2543384
- **Goa:** Shop No. 7, Ground Floor, Kamat Chambers, Opp. Hotel Neptune, Menezes Braganza Road, Panjim 403 001. Tel: (0832) 2424520/11
- **Hyderabad:** L.B. Bhavan, 6-3-550 Somajiguda, (Opp. Medinova), Hyderabad 500082. Tel: (040) 55510099/100
- **Indore:** 213-A City Center, 570 M.G. Road, Indore-452 001. Tel: (0731) 5043003 / 5043004
- **Jaipur:** 305, 3rd floor Ganpati Plaza, M.I. Road, Jaipur 302 001. Tel: (0141) 2388724, 2362257, 5106161
- **Kanpur:** 206, Krishna Tower, 2nd floor, 15/63 Civil Lines, Opp. U. P. Stock Exchange, Kanpur 208001. Tel: (0512) 2303520/23/05
- **Kochi:** No. 6, 3rd floor, Emgee Square, M.G. Road, Kochi 682 035. Tel: (0484) 2353 199/2374 687
- **Kolkata:** 124, Lords, 1st Floor, 7/1 Lord Sinha Road, Kolkata 700 071. Tel: (033) 2282 4077/82
- **Lucknow:** Office No.6, Ground Floor, Saran Chambers-I, 5 Park Road, Lucknow 226 001. Tel: (0522) 237923/7177/11
- **Ludhiana:** SCO 147, 4th Floor, Feroze Gandhi Market, Ludhiana 141 001. Tel: (0161) 2413101/2/4
- **Mangalore:** 1st Floor, S. L. Chambers, Near Bunt's Hostel Road, Karangalpaday, Magalore 575003. Tel: (0824) 2492179, 2491666
- **Mumbai:** 3rd Floor, Sai Nara, North Avenue & Linking Road Junction, Santacruz (W), Mumbai 400 054. Tel: (022) 26052153/ 4, 26040211
- **Nagpur:** C/o Fortune Business Centre, 1st Floor, 6 Vasant Vihar, West High Court Road, Shankar Nagar, Nagpur 440 010. Tel.: 98231 32903
- **New Delhi:** 206, Ashoka Estate, 2nd floor, 24, Barakhamba Road, New Delhi 110 001. Tel: (011) 23752515/16/17/18
- **Patna:** 306, Ashiana Harnivas, Dak Bungalow Road, Patna 800 001. Tel: (0612) 2230 483, 2213632, 2204164
- **Pune:** 1184/4, 3& 4 Ground Floor, Gokul Nagar, Dyaneshwar Paduka Chowk, Pulimmodu, Thiruvananthapuram. Tel: (020) 4028844
- **Surat:** C/o Aid Logical Clues Pvt. Ltd., 419 Lalbhai Contractor Complex, Nanpura, Surat 395001. Tel. 9824272250
- **Rajkot:** 103, Star Plaza, Phul Chaab Chowk, Rajkot 360 001. Tel: (0281) 2294299
- **Thiruvananthapuram:** Room No 304, 3rd Floor Megabyte Business Center, Pulimmodu, Thiruvananthapuram. Tel: 9847042200
- **Vijayawada:** 40-1-52/5, Ground Floor, Sai Nag Complex, Near Benz Circle, M.G. Road, Vijayawada 520 010. Tel: (0866) 5518882, 5516662, 9848050868
- **Visakhapatnam:** G-8, Rams Plaza, Diamond Park Lane, Dwarkanagar, Visakhapatnam 530016. Tel: (0891) 5566 333, 5566 318, 2762 660, 9848194249.
- **Allahabad:** (0532) 3101464 • **Amritsar:** 9814155441 • **Bhubaneswar:** 9861054007 • **Dehradun:** 9897001559 • **Guwahati:** 9864025593 • **Hubli:** 9845245837 • **Jalandhar:** 9814533990 • **Jamshedpur:** 9835039771 • **Kottayam:** 9847247672 • **Nasik:** 9822652556 • **Panipat:** 9416001114 • **Raipur:** 9425204467 • **Rajamundry:** 5566999, 9848162789 • **Ranchi:** 9835039770.

Statutory Details: Prudential ICICI Mutual Fund (The Fund) has been set up as a Trust sponsored by Prudential plc (through its wholly owned subsidiary Prudential Corporation Holdings Limited) and ICICI Bank Limited. Prudential ICICI Trust Limited is the Trustee to the Fund and Prudential ICICI Asset Management Company Limited is the Investment Manager to the Fund. **Risk Factors:** Mutual Funds and securities investments are subject to market risks and there is no assurance or guarantee that the objectives of the Schemes will be achieved • As with any securities investment, the NAV of the Units issued under the Schemes can go up or down, depending on the factors and forces affecting the capital markets • Past performance of the Sponsors, AMC/Fund does not indicate the future performance of the Schemes of the Fund • The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes beyond the contribution of an amount of Rs. 22.2 lacs, collectively made by them towards setting up the Fund and such other accretions and additions to the corpus set up by the Sponsors • **Prudential ICICI Growth Plan** (objective is to generate long term capital appreciation), Entry Load: **, Exit Load: Nil; **Prudential ICICI Income Plan** (objective is to generate income through investments in debt securities), Entry Load: Nil, Exit Load: For investment of less than or upto Rs. 10 Lakhs : 0.50% of applicable Net Asset Value (NAV) if the investment held for less than or equal to a period of 6 months; For investment of above Rs. 10 Lakhs : Nil; **Prudential ICICI Liquid Plan** (objective is to generate reasonable returns while providing high levels of liquidity), Entry Load: Nil, Exit Load: Nil; **Prudential ICICI FMCG Fund** (objective is to generate long term capital appreciation through investments primarily in FMCG sector), Entry Load: **, Exit Load: Nil; **Prudential ICICI Tax Plan** (objective is to generate long term capital appreciation), Entry Load: **, Exit Load: Nil; **Prudential ICICI Gilt Fund - Treasury Plan** (objective is to generate regular returns through investments made in gilts), Entry Load: Nil, Exit Load: Nil; **Prudential ICICI Gilt Fund - Investment Plan** (objective is to generate regular returns through investments made in gilts), Entry Load: Nil, Exit Load: Nil; **Prudential ICICI Balanced Fund** (objective is to generate long term capital appreciation and current income), Entry Load: **, Exit Load: Nil; **Prudential ICICI Technology Fund** (objective is to generate long term capital appreciation), Entry Load: **, Exit Load: Nil; **Prudential ICICI Monthly Income Plan (An open ended income fund with no assured returns)** (objective is to generate regular income through investments in fixed income securities), Entry Load: Nil, Exit Load: For investment of less than or upto Rs. 10 Lakhs : 0.50% of applicable Net Asset Value (NAV) if the investment held for less than or equal to a period of 6 months; For investment of above Rs. 10 Lakhs : Nil; **Prudential ICICI Fixed Maturity Plan - Quarterly Series 1, Quarterly Series 2, Quarterly Series 3, Fixed Maturity Plan - Half Yearly Series 1, Half Yearly Series 2, Fixed Maturity Plan - Yearly Series 1, Series 2, Series 3, Series 4, Series 5, Series 6, Series 7 & Series 12** (objective is to generate regular returns through investments in debt securities), Entry Load: Nil, Exit Load: Nil (whether the Units are redeemed on Specified Redemption Date or otherwise) for Quarterly Series 1, II and III, Half Yearly Series I & II, Yearly Series I, II, III, IV, V & VI and Exit load of 2% if investment redeemed before Specified Redemption Date for Yearly Series 7 and 12; **Prudential ICICI Child Care Plan** (Study Plan: objective is to generate income by creating a portfolio that is invested in debt, money market instruments and equity and equity related securities. Gift Plan: objective is to generate capital appreciation by creating a portfolio that is invested in equity and equity related securities and debt and money market instruments), Entry Load for both the plans are 1.50%. The Exit Load for both the Plans are (1) 1%, if investment is redeemed within 3 years. (2) Nil, if investment is redeemed after 3 years but before the Unitholder attains the age of 18; **Prudential ICICI Power** (objective is to generate long term capital appreciation through investments in core sectors & associated feeder industries), Entry Load: **, Exit Load: Nil; **Prudential ICICI Short Term Plan** (objective is to generate Income through investments in debt securities) Entry Load: Nil, Exit Load: Nil; **Prudential ICICI Index Fund** (objective is to track the returns of S&P CNX Nifty Index through investment in stocks drawn from constituents of Nifty), Entry Load: Nil, Exit Load: 0.50% for purchase transactions upto Rs.5 lacs, if the investment is redeemed within 1 year of investments and Nil for purchase transactions over Rs. 5 lacs; **Prudential ICICI Flexible Income Plan** (objective is to generate income through investments in a range of debt instruments and money market instruments of various maturities with a view to maximising income while maintaining the optimum balance of yield, safety and liquidity) Entry Load: Nil, Exit Load: Nil; **Prudential ICICI Dynamic Plan** (objective is to generate capital appreciation by actively investing in equity and equity related securities and for defensive consideration in debt/ money market instruments), Entry Load: **, Exit Load: Nil; **SENSEX Prudential ICICI Exchange Traded Fund ("SPICE")** (objective is to provide the investment returns that closely corresponds to the total return of securities as represented by the SENSEX). Entry Load: Nil, Exit Load: 2.5% of applicable NAV in case of no quotes on the BSE for five trading days consecutively and an investor redeeming directly from the Fund; **Prudential ICICI Floating Rate Plan** (objective is to generate income consistent with the prudent risk from a portfolio comprising substantially of floating rate debt instruments, fixed rate debt instruments swapped for floating rate return, and also fixed rate instruments and money market instruments), Entry Load: Nil, Exit Load: Nil; are the names of the Schemes and do not in any manner indicate either the quality of the Schemes or their future prospects and returns. Please refer to the Offer Document for scheme-specific risk factors before investing.

** **Entry Load for all the Equity Funds:** (i) For investment of less than Rs.10 lakhs is 2.00% of applicable NAV; (ii) For investment of Rs.10 lakhs and above but less than Rs. 3 crores is 1.75% of applicable NAV; (iii) For investment of Rs.3 crores and above is Nil. No entry load will be payable in respect of switch transaction from one equity scheme of Prudential ICICI to another equity scheme of Prudential ICICI. © Maturity of Floating Rate Bond depends on reset period.