

Assets Under Management
(As on May 31, 2001)
Rs. 5,637.46 crores

May 2001



Dilip Madgavkar
Chief Investment Officer

MARKET OVERVIEW

Equity Market

After a choppy April, May was a calmer and less volatile month. The low of the Sensex for the month was 3420 and the high was 3662, a difference of 242 points (7%) compared to a 555 point (18%) high-low difference in April. The BSE Sensex and the NSE Nifty were up by 3.2% and 3.8% respectively. The BSE 200 which has a higher IT sector weight was up 5.7%, while the ET Mindex was up 8.1%. The US markets whose impact is felt increasingly in all world markets were also buoyant, led by aggressive interest rate cuts. The Dow Jones Industrial Average came close to its all time high of 11600 during the month.

Domestically, on the economy front, inflation continued to remain under control but demand on the industrial and consumer sectors continued to be sluggish. Some of the key macro issues impacting market sentiment were: 1) the continuing Dabhol Power Company imbroglio; 2) the losses made by the ruling coalition in several State elections; 3) the ban on badla and its variants from 2nd July and 4) the reduction in the weightage of India in the Morgan Stanley Capital International Emerging Market Indices.

On the positive side, the indications from the Meteorological Department are that we are in for a normal monsoon this year. The markets appear to be looking forward to a recovery post-monsoon and are not reacting very negatively to adverse fundamental news, indicating that the worst of news could already have been priced into stock prices. This trend was noticed towards the end of April and continued throughout May. For the month, the outperforming sectors were media, IT, petrochem, capital goods, telecom equipment and telecom services; the underperformers were consumer, automobiles, pharmaceuticals and refineries.

The next few months will see the Indian stockmarkets move towards trading and settlement systems that are followed in most developed markets. There are concerns in the minds of investors, mainly about liquidity. We believe that the new systems will substantially reduce the risks associated with the trading and settlement systems in the country and will go a long way in increasing the credibility of the Indian stockmarkets in the international arena. The concerns about liquidity will be only a short term issue till the markets get used to the new systems and alternative funding mechanisms evolve.

Foreign Institutional Investors continued to invest into Indian equities in May and the net purchases for the month were Rs. 1045 cr. This reflects the fact that in spite of sluggish conditions, FIIs are willing to take a longer term view and that the settlement issues discussed above are not a major hindrance to foreign portfolio investments. We believe that if we have a normal monsoon this year (clear indications of which will be available in

the coming weeks), the markets should continue the upward trend that has begun this month as expectations of an economic upturn get factored into the stock prices.

Debt Market

The party continued this month as well with bond prices rising across the maturity spectrum with long bonds being the largest gainers. The beginning of the month was more news driven with markets posting steady gains in a gradual manner amidst tight liquidity concerns. But after the Reserve Bank announced a cut in Cash Reserve Ratio by 0.50% towards mid month the appreciation in prices was much faster with the new found liquidity chasing assets. The ten-year benchmark Government Security finally touched the much-talked about yield to maturity of 9.75% semi-annually. If one looks at the historical spreads over bank rate this is significant as it points to a market expectation of a 0.50% cut in bank rate.

This rally was different from the one in January – February, as it was triggered by investor demand for assets. The appreciation in prices was along the entire yield curve, and significantly the spread of illiquid securities over the liquid ones narrowed considerably. Corporate bonds took their cue from Government Securities and rallied smartly as well. The spread of AAA Corporate over Government Securities has come down to 0.80% compared to 1.10% in March 2001. Corporates got cheaper access to 90-day Commercial Papers, as low as 8.75%, much lower in comparison to the prevailing rates of around 9.25- 9.50% at the end of last month.

This month there were auctions to the tune of Rs. 9000 crores and a private placement of Rs. 5000 crores. With this the government has completed approximately 53% of net borrowing and approximately 39% of gross borrowing targeted for the year. This is good news for the market as large part of the borrowing is over in the first two months. The bad news is that the deficit numbers don't look to be in line with last year. This could mean a higher deficit and hence a larger borrowing program.

Thus there is a mixed bag going forward for the debt markets. On the broader level credit off take is still showing no signs of picking up. Inflation is behaving normally and the CRR cut has added huge liquidity due to the money multiplier effect (currently about 4.35). We expect some correction on the long gilts in the beginning of the month and a stable market going forward. In our view the reduction in bank rate could happen towards the end of the calendar year depending upon the monsoons and fiscal deficit position. Hence we maintain our stable view on the market and continue to maintain moderate portfolio duration.

PRUICICI

Income Plan

(Open-ended Debt Fund)

Figures as on 31st May, 2001

OBJECTIVE

To generate income through investments in a range of debt and money market instruments of various maturities and maintaining the optimum balance of yield, safety and liquidity.

INVESTMENT HORIZON

Suitable for investors looking for steady returns at relatively low risk across a medium to long term horizon.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Income Plan have the choice of Growth option, Dividend option or the Dividend Reinvestment option.

Portfolio			
Name	Agency	Rating	% to NAV
Non Convertible Debentures			
ABN Amro Bank	CRISIL	AAA	0.47%
ACC	ICRA	LAA	0.25%
Agrevo India	CARE	AAA	0.42%
Associates India Financial	CRISIL	AAA(FSO)	0.63%
Bank of Baroda	ICRA	LAAA	0.23%
Bayer India	UNRATED		0.41%
Bharti Mobile	CRISIL	AA+	1.17%
Birla At & T Communications	ICRA	A1+	0.65%
Citibank	CRISIL	AAA	1.58%
Citicorp Finance	CRISIL	P1+	0.22%
Citicorp Finance	CRISIL	AAA	1.04%
Coromandel Fertilisers	CRISIL	AA	0.42%
E.I.D. Parry	CRISIL	AA	0.26%
EXIM Bank	CRISIL	AAA	0.88%
Ford India	CRISIL	AAA(SO)	1.67%
✓ GE Capital	CRISIL	AAA	4.33%
GE Capital	CRISIL	P1+	0.21%
Grasim Industries	CARE	AAA	1.87%
Great Eastern Shipping	CARE	AAA	0.41%
Gujarat Ambuja	FITCH	INDAAA	0.70%
Gujarat Ambuja	UNRATED		0.22%
Gujarat Ambuja	CRISIL	AA+	0.15%
Gujarat State Fertilisers & Chemicals	ICRA	LAA	0.42%
HDFC	ICRA	LAAA	1.48%
HDFC	CRISIL	AAA	1.47%
Hindalco Industries	CRISIL	AAA	0.22%
Hindustan Inks & Resins	CARE	AA+	0.45%
Honeywell International	UNRATED		0.42%
HPCL	CRISIL	AAA	1.06%
ICICI	CRISIL	AAA	2.22%
✓ IDBI	CRISIL	AAA	6.80%
IDBI	ICRA	LAAA	0.66%
IDFC	CRISIL	AAA	0.83%
IL & FS	CARE	AAA	1.23%
IIL & FS	CRISIL	AAA	0.22%
Indian Railway Finance	ICRA	LAAA	1.06%
Indian Railway Finance	ICRA	LAAA(SO)	1.11%
IOC	ICRA	LAAA	0.13%
IPCL	UNRATED		0.97%
ITC Bhadrachalam Paper@	UNRATED		0.34%
Konkan Railway Corporation	CRISIL	LAAA(SO)	0.09%
Larsen & Toubro	CRISIL	AAA	1.34%
Madras Cements	CRISIL	AA	0.84%
Mahavir Spinning Mills	CRISIL	AA-	0.65%
NALCO	CRISIL	AAA	0.23%
Nirma	ICRA	A1+	0.65%
Nirma	CRISIL	AAA	0.23%
Nirma	ICRA	LAAA	0.22%
Power Finance Corporation	CRISIL	AAA	1.90%
Rabo India Finance	CRISIL	P1+	0.21%
Ramco Industries	ICRA	LAA	0.50%
Reliance Industries	CRISIL	AAA	4.19%
Reliance Industries	CRISIL	P1+	1.73%
Reliance Petroleum	CRISIL	AA	1.52%
Stanchart Grindlays Bank	ICRA	LAAA	0.84%
State Bank of India	CRISIL	AAA	2.75%
Sterlite Industries	CRISIL	AA+	0.87%
Sterlite Industries	CRISIL	P1+	0.37%
Sterlite Industries	CRISIL	AA	0.13%
Sundaram Finance	ICRA	MAAAA	0.45%
Tata Finance	CRISIL	AA-	0.64%
Tata Power	ICRA	LAAA	0.33%
Tata Tea	ICRA	LAAA	0.44%
Tata Tea	ICRA	MAAAA	0.06%
TISCO	CRISIL	AA+	0.47%
TVS Suzuki	CARE	AA+	0.11%
Wockhardt	CRISIL	AA+	0.03%
Wockhardt Life Science	CRISIL	A	0.06%
			61.13%
Government Securities			
✓ 11.50% GOI 2011	SOVEREIGN		5.44%
✓ 11.30% GOI 2010	SOVEREIGN		5.60%
✓ 11.40% GOI 2008	SOVEREIGN		4.53%
11.99% GOI 2009	SOVEREIGN		3.43%
11.00% GOI 2006	SOVEREIGN		2.02%
11.43% GOI 2015	SOVEREIGN		1.59%
11.90% GOI 2007	SOVEREIGN		1.35%
12.32% GOI 2011	SOVEREIGN		1.19%
11.98% GOI 2004	SOVEREIGN		0.89%
11.75% GOI 2006	SOVEREIGN		0.67%
12.00% GOI 2008	SOVEREIGN		0.59%
13.05% GOI 2007	SOVEREIGN		0.47%
12.25% GOI 2010	SOVEREIGN		0.48%
11.68% GOI 2006	SOVEREIGN		0.45%
13.82% GOI 2002	SOVEREIGN		0.22%
			28.92%
Commercial Paper			
IPCL	CRISIL	P1+	0.40%
Cash & Call			9.55%
TOTAL			100.00%

@ Corporate Guarantee by ITC Limited ✓ = top 5 holdings

Performance Record (Income Plan – Growth Option)			
Dates	Period	NAV (Rs.)	Returns
31-May-01		14.29	
31-May-00	Last 12 months (365 days)	12.72	12.34% ¹
09-Jul-98	Since allotment (1057 days)	10.00	13.12% ¹

¹ Compounded annualised returns

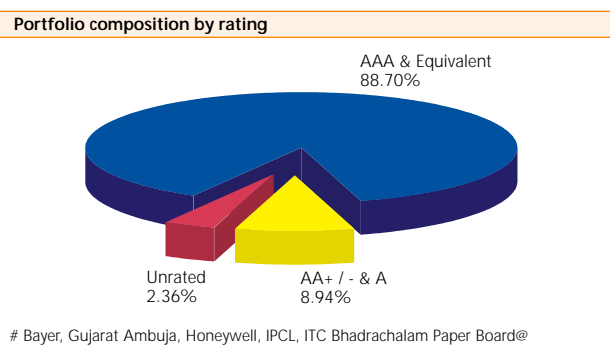
None of the past results shown should be considered a representation of future performance.

Fund Size	
	Rs. 2,501.19 crores

Dividend History (Income Plan – Dividend Option)			
Record Date	Face Value (Rs.)	NAV (Rs.)	Dividend (Rs.)
30-Jun-99	10.00	11.29	1.08 per unit
16-Mar-00	10.00	11.10	0.84 per unit
25-Sep-00	10.00	10.49	0.35 per unit
22-Mar-01	10.00	10.87	0.55 per unit

Average Portfolio Maturity	
	3.91 years

Rating Profile	
Portfolio Composition	% to NAV
AAA & Equivalent	
Bonds/NCDs	49.83%
Commercial Paper	0.40%
GOI Securities	28.92%
Cash & Call	9.55%
	88.70%
AA+/- & Equivalent	
AA+ Bonds/NCDs	3.25%
AA Bonds/NCDs	4.34%
AA- & A Bonds/NCDs	1.35%
Unrated #	8.94%
TOTAL	100.00%



Change in exit load w.e.f. 1st August, 2000	
• Entry Load	: Nil
• Exit Load	: 0.50%, if redeemed within 6 months for purchase transaction upto Rs. 100,000. 0.50%, if redeemed within 3 months for purchase transaction of over Rs. 100,000

Summary	Rs. 100,000 & less	Over Rs. 100,000
Entry Load	NIL	NIL
Exit Load	0.50% if exit within 6 months	0.50% if exit within 3 months

Note
Current guidelines permit disclosure of compounded annualised yield if the scheme has been in existence for more than one year. For funds in existence for less than one year, performance may be published in terms of total returns. In case of liquid plans performance can be published by simple annualisation of yields if performance figures are available for at least 30 days.

PRUICICI Growth Plan

Figures as on 31st May, 2001

(Open-ended Equity Fund)

OBJECTIVE

To seek to generate long-term capital appreciation from a portfolio that is invested predominantly in equity and equity related securities.

INVESTMENT HORIZON

Suitable for investors seeking long-term capital appreciation through investments in equity and equity related securities.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Growth Plan have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance (Growth Plan – Growth Option)

Date	Period	NAV (Rs.)	Returns	Relative to NSE50
31-May-01		19.01		
31-May-00	Last 12 months (365 days)	22.02	-13.67% ¹	1.73%
09-Jul-98	Since allotment (1057 days)	10.00	24.84% ¹	17.87%

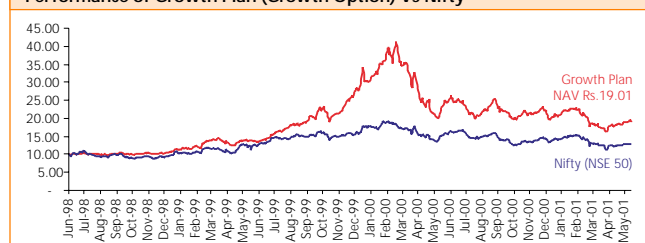
¹Compounded Annualised Returns

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

Dividend History (Growth Plan - Dividend Option)

Record Date	NAV (Rs.)	Face Value (Rs.)	Dividend (Rs.)
30-Jun-99	14.07	10.00	1.80 per unit
16-Mar-00	30.05	10.00	10.00 per unit
01-Mar-01	12.54	10.00	1.20 per unit

Performance of Growth Plan (Growth Option) Vs Nifty



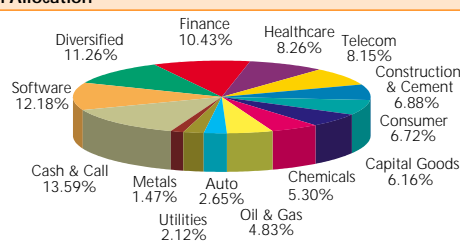
Top 10 holdings

Company	Sector	% to NAV
Bharat Heavy Electricals	Capital Goods	6.16%
Larsen & Toubro	Diversified	6.07%
Reliance Industries	Chemicals	5.30%
Grasim Industries	Diversified	5.19%
Bharat Petroleum	Oil & Gas	4.83%
Dr. Reddys Laboratories	Healthcare	4.72%
ITC	Consumer	4.60%
Digital Equipments	Software	4.42%
State Bank of India	Finance	4.41%
ACC	Construction & Cement	3.47%
Other Equities		37.24%
Cash & Call		13.59%
TOTAL		100.00%

Fund size

Rs. 352.02 crores

Sectoral Allocation



PRUICICI FMCG Fund

Figures as on 31st May, 2001

(Open-ended FMCG Sectoral Fund)

OBJECTIVE

To seek to generate long-term capital appreciation from a portfolio that is invested predominantly in equities of companies in the FMCG sector.

INVESTMENT HORIZON

Sectoral fund, suitable for investors seeking an exposure to the FMCG Sector.

INVESTMENT OPTIONS

Investors under the Prudential ICICI FMCG Fund have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance (FMCG Fund – Growth Option)

Dates	Period	NAV (Rs.)	Returns	Relative*
31-May-01		8.83		
31-May-00	Last 12 months (365 days)	9.76	-9.53% ¹	-2.15%
31-Mar-99	Since allotment (792 days)	10.00	-5.57% ¹	0.57%

* Relative to Indiainfoline FMCG Index

¹ Compounded Annualised Returns

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

Dividend history (FMCG Fund – Dividend Option)

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

Performance of the FMCG Fund vs. the Indiainfoline FMCG Index



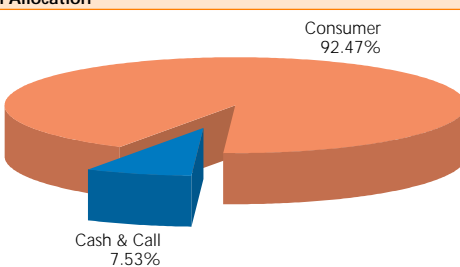
Top 10 holdings

Name	Sector	% to NAV
ITC Limited	Consumer	15.22%
Hindustan Lever	Consumer	9.68%
Nestle	Consumer	8.63%
Colgate Palmolive	Consumer	8.33%
Smithkline Beecham Cons. Health	Consumer	7.34%
Dabur	Consumer	6.86%
Tata Tea	Consumer	5.86%
Britannia Industries	Consumer	5.53%
United Breweries	Consumer	4.94%
Procter & Gamble	Consumer	4.87%
Other Equities		15.21%
Cash & Call		7.53%
TOTAL		100.00%

Fund size

Rs. 59.16 crores

Sectoral Allocation



PRUICICI Gilt Fund

Figures as on 31st May, 2001

(Gilt – Treasury: Open-ended Short-term Gilt Fund; Gilt – Investment: Open-ended Medium-term Gilt Fund)

OBJECTIVE

To generate steady and consistent returns from a basket of Government Securities across various maturities.

INVESTMENT HORIZON

Suitable for investors looking for steady returns at relatively low risk across: short to medium term horizon – Treasury Plan, medium to long term horizon – Investment Plan.

INVESTMENT OPTIONS

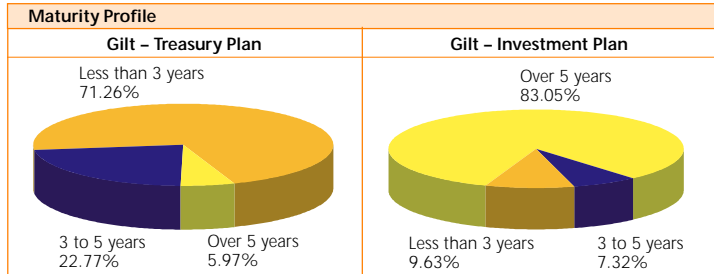
Investors under the Prudential ICICI Gilt Fund have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance (Gilt Fund – Growth Option)					
Date	Period	Treasury Plan		Investment Plan	
		NAV	Returns	NAV	Returns
31-May-01		12.3274		13.0001	
31-May-00	Last 12 months (365 days)	11.1439	10.62% ¹	11.2282	15.78% ¹
19-Aug-99	Since allotment (651 days)	10.0000	12.45% ¹	10.0000	15.85% ¹

¹ Compounded Annualised Returns

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

Portfolio			
Treasury Plan		Investment Plan	
Name	% to NAV	Name	% to NAV
13.82% GOI 2002	16.71%	11.40% GOI 2008	27.10%
11.10% GOI 2003	16.22%	11.30% GOI 2010	17.35%
11.75% GOI 2001	13.24%	11.50% GOI 2011	9.70%
11.98% GOI 2004	11.39%	11.99% GOI 2009	7.47%
11.19% GOI 2005	11.38%	11.00% GOI 2006	7.33%
13.05% GOI 2007	5.97%	11.60% GOI 2020	5.04%
10.85% GOI 2001	5.31%	11.68% GOI 2006	4.89%
11.55% GOI 2001	5.36%	12.00% GOI 2008	3.44%
11.15% GOI 2002	3.24%	12.32% GOI 2011	2.58%
12.69% GOI 2002	0.37%	11.43% GOI 2015	2.48%
Cash & Call	10.81%	11.98% GOI 2004	2.43%
		13.82% GOI 2002	2.38%
		11.15% GOI 2002	2.31%
		9.81% GOI 2013	0.56%
		Cash & Call	4.94%
TOTAL	100.00%	TOTAL	100.00%



Fund Size			
Treasury Plan	Rs.98.02 crores	Investment Plan	Rs.229.74 crores

Average Maturity			
Treasury Plan	1.81 years	Investment Plan	7.81 years

Dividend history (Gilt Fund – Treasury Plan – Dividend Option)			
Record Date	NAV (Rs.)	Face Value (Rs.)	Dividend (Rs.)
15-Nov-99	10.2810	10.0000	0.225 per unit
18-Feb-00	10.5655	10.0000	0.290 per unit
19-May-00	10.5433	10.0000	0.300 per unit
18-Aug-00	10.2177	10.0000	0.120 per unit
17-Nov-00	10.3803	10.0000	0.190 per unit
20-Feb-01	10.5269	10.0000	0.250 per unit

Dividend history (Gilt Fund – Investment Plan – Dividend Option)			
Record Date	NAV (Rs.)	Face Value (Rs.)	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

PRUICICI Liquid Plan

Figures as on 31st May, 2001

(Open-ended Liquid Income Fund)

OBJECTIVE

To generate reasonable returns, commensurate with low risk while providing a high level of liquidity, through investments in money market and debt securities.

INVESTMENT HORIZON

Suitable for investors looking for short-term investment at relatively low risk.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Liquid Plan have the choice of a Growth option or Dividend Reinvestment option.

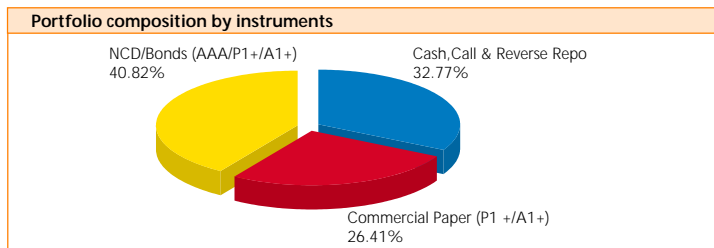
Performance (Liquid Plan – Growth Option)			
Date	Period	NAV (Rs.)	Returns
31-May-01		13.1141	
30-Apr-01	Last 1 month (31 days)	13.0144	9.02% ¹
28-Feb-01	Last 3 months (92 days)	12.8295	8.80% ¹
30-Nov-00	Last 6 months (182 days)	12.5391	9.20% ¹
24-Jun-98	Since allotment (1072 days)	10.0000	9.67% ²

¹Annualized Returns ²Compounded Annualized Returns

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

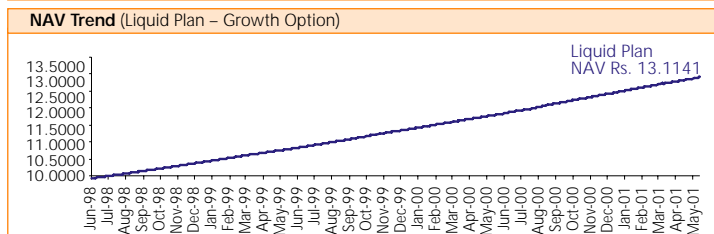
Fund size	
	Rs. 1188.28 crores

Dividend History (Liquid Plan – Dividend Reinvestment Option) (Last 4 months)			
Record date	Face Value (Rs.)	NAV (Rs.)	Dividend (Rs.)
05-Feb-01	10.0000	11.8377	0.01690
12-Feb-01	10.0000	11.8372	0.01650
20-Feb-01	10.0000	11.8411	0.01970
26-Feb-01	10.0000	11.8345	0.01430
05-Mar-01	10.0000	11.8379	0.01710
12-Mar-01	10.0000	11.8347	0.01450
19-Mar-01	10.0000	11.8356	0.01520
27-Mar-01	10.0000	11.8384	0.01760
03-Apr-01	10.0000	11.8404	0.01920
09-Apr-01	10.0000	11.8358	0.01540
16-Apr-01	10.0000	11.8363	0.01580
23-Apr-01	10.0000	11.8353	0.01500
01-May-01	10.0000	11.8385	0.01780
08-May-01	10.0000	11.8357	0.01540
14-May-01	10.0000	11.8344	0.01430
21-May-01	10.0000	11.8391	0.01820
28-May-01	10.0000	11.8378	0.01710



Rating Profile	
AAA & Equivalent	40.82%
Bonds / NCDs	26.41%
Commercial Paper	6.87%
Reverse Repo	25.90%
Cash & Call	100.00%

Average Portfolio Maturity	
	1 month & 22 days



PRUICICI Tax Plan

(Open-ended Equity Linked Saving Scheme)

Figures as on 31st May, 2001

OBJECTIVE

To seek to generate long-term capital appreciation from a portfolio that is invested predominantly in equity and equity related securities.

INVESTMENT HORIZON

Suitable for investors seeking tax rebate under Section 88 of the Income-tax Act, 1961.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Tax Plan have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance (Tax Plan - Growth Option)

Date	Period	NAV	Returns	Relative*
31-May-01		11.05		
31-May-00	Last 12 months (365 days)	12.66	-12.72% ¹	2.68%
19-Aug-99	Since allotment (651 days)	10.00	5.76% ¹	13.37%

¹Compounded Annualized Returns *Relative to NSE50

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

Dividend History (Tax Plan - Dividend Option)

Record Date	NAV (Rs.)	Face Value (Rs.)	Dividend (Rs.)
16-Mar-00	22.06	10.00	6.00 per unit

Performance of Tax Plan (Growth Option) Vs Nifty



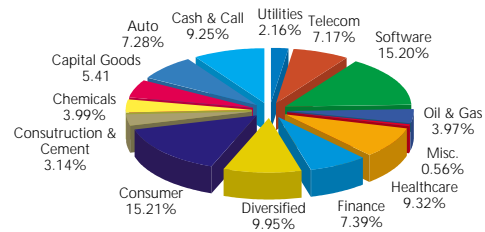
Portfolio (Top 10 holdings)

Name	Sector	% to NAV
Larsen & Toubro	Diversified	5.85%
BHEL	Capital Goods	5.41%
State Bank of India	Finance	4.63%
Digital Equipments	Software	4.60%
ITC	Consumer	4.54%
Bajaj Auto	Auto	4.38%
Tata Tea	Consumer	4.25%
Grasim Industries	Diversified	4.10%
Reliance Industries	Chemicals	3.99%
BPCL	Oil & Gas	3.97%
Other Equities		45.03%
Cash & Call		9.25%
TOTAL		100.00%

Fund Size

Rs. 59.15 crores

Sectoral Allocation



Figures as on 31st May, 2001

PRUICICI Balanced Fund

(Open-ended Balanced Fund)

OBJECTIVE

To seek to generate long-term capital appreciation and current income from a portfolio that is invested in equity and equity related securities as well as in fixed income & money market securities.

INVESTMENT HORIZON

Suitable for investors seeking long term capital appreciation and current income.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Balanced Fund have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance (Balanced Fund - Growth Option)

Date	Period	NAV (Rs.)	Returns
31-May-01		8.98	
31-May-00	Last 12 months (365 days)	9.59	-6.36% ¹
03-Nov-99	Since allotment (575 days)	10.00	-6.60% ¹

¹Compounded Annualised Returns

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

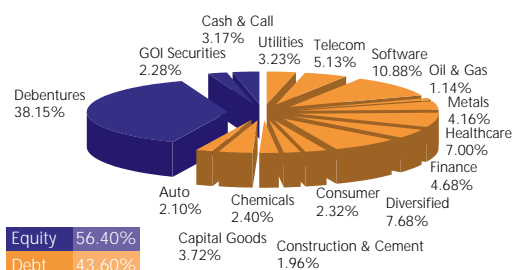
Fund Size

Rs. 250.48 crores

Dividend History (Balanced Fund - Dividend Option)

Record Date	NAV (Rs.)	Face Value (Rs.)	Dividend (Rs.)
16-Mar-00	14.17	10.00	1.00 per unit

Sectoral Allocation



Top 5 Equity holdings

Name	Sector	% to NAV
Grasim Industries	Diversified	4.74%
Dr. Reddys Laboratories	Healthcare	3.82%
Bharat Heavy Electricals	Capital Goods	3.72%
Digital Equipments	Software	3.58%
Tata Power Supply	Utilities	3.23%
TOTAL		19.09%

Top 5 Debt holdings

Name	Rating	Agency	% to NAV
HPCL	CRISIL	AAA	8.31%
Reliance Industries	CRISIL	AAA	6.39%
11.99% GOI 2009	Sovereign		2.28%
IL&FS	CARE	AAA	2.24%
IDBI	ICRA	LAAA	2.17%
TOTAL			21.39%

NAV Trend (Balanced Fund - Growth Option)



PRUICICI Technology Fund

(Open-ended Equity Fund)

Figures as on 31st May, 2001

OBJECTIVE

To generate long-term capital appreciation by investing in equity & equity related securities of technology intensive companies.

INVESTMENT HORIZON

Suitable for investors who seek an exposure to IT, Telecom, Life Sciences and Media sectors.

INVESTMENT OPTIONS

Investors under the Prudential ICICI Technology Fund have the choice of a Growth option, Dividend option or Dividend Reinvestment option.

Performance Records (Technology Fund - Growth Option)

Dates	Period	NAV (Rs.)	Returns	Relative to MINDEX*
31-May-01		3.61		
31-May-00	Last 12 months (367 days)	5.71	-36.78% ¹	6.86%
03-Mar-00	Since allotment (423 days)	10.00	-55.92% ¹	11.81%

¹Absolute Returns * An index created by the Economic Times

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

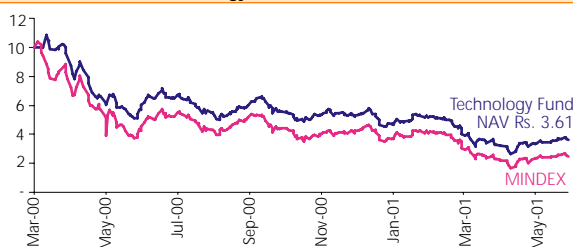
Dividend History - Technology Fund (Dividend Option)

Dividend has not been declared in the Technology Fund

Fund size

Rs. 192.94 crores

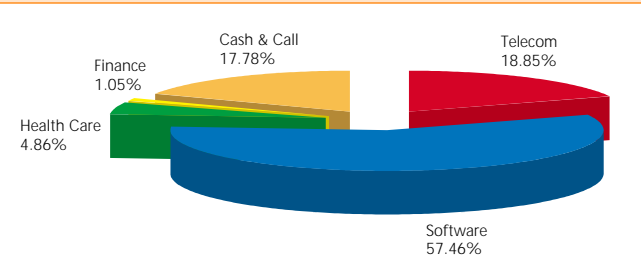
Performance of the Technology Fund vs. The Economic Times MINDEX



Top 10 holdings

Name	Sector	% to NAV
Digital Equipments	Software	12.81%
HCL Technologies	Software	10.14%
Infosys Technologies	Software	8.73%
Satyam Computer Services	Software	7.62%
VSNL	Telecom	5.10%
MTNL	Telecom	4.39%
Aksh Optifibre	Telecom	4.36%
Hughes Software Systems	Software	4.09%
Sterilite Optical	Telecom	3.94%
Aptech	Software	3.44%
Other Equities		17.60%
Cash & Call		17.78%
TOTAL		100.00%

Sectoral Allocation



PRUICICI Monthly Income Plan*

(* An Open-ended Income Fund with no assured returns)

Figures as on 31st May, 2001

OBJECTIVE

Seeks to generate regular income through investments in fixed income securities

INVESTMENT HORIZON

Suitable for investors seeking regular income over the medium to long term

INVESTMENT OPTIONS

Investors under the MIP* have the choice of Cumulative option, Monthly / Quarterly / Half-yearly Dividend option, Dividend Re-investment option and the Automatic Encashment Plan.

Portfolio

Name	Agency	Rating	% to NAV
NCD/Bonds			
Reliance Petroleum	CRISIL	AA	8.93%
GE Capital Services	CRISIL	AAA	7.43%
IDBI	ICRA	LAAA	7.42%
Birla At & T Communications	ICRA	A1+	7.40%
ICICI	CRISIL	AAA	7.38%
HPCL	CRISIL	AAA	7.29%
HDFC Bank	ICRA	LAAA	7.20%
Bharti Mobile	CRISIL	AA+	6.85%
Gujarat Ambuja	FITCH	INDAAA	4.19%
People Financial	CRISIL	AAA(SO)	3.85%
Power Finance	CRISIL	AAA	3.07%
State Bank of India	CRISIL	AAA	3.01%
Hindalco	CRISIL	AAA	2.98%
Reliance Industries	CRISIL	AAA	2.89%
Tata Power Company	ICRA	LAAA	2.79%
People Financial	CRISIL	AAA	2.62%
Citicorp-Maruti	CRISIL	P1+	1.74%
Citicorp Finance	CRISIL	P1+	1.74%
IOC	ICRA	LAAA	1.48%
TOTAL			90.26%
Government Securities			
11.30% GOI 2010	Sovereign		3.09%
11.15% GOI 2002	Sovereign		2.88%
Cash & Call			5.97%
			3.77%
TOTAL			100.00%

Government Securities

11.30% GOI 2010	Sovereign		3.09%
11.15% GOI 2002	Sovereign		2.88%
Cash & Call			5.97%
			3.77%

Cash & Call

TOTAL 100.00%

Dividend History (MIP* - Monthly Dividend Option) (Last 3 months)

Record Date	Face Value (Rs)	NAV (Rs.)	Dividend/Unit
31-May-01	10.0000	10.2246	0.077
30-Apr-01	10.0000	10.1856	0.074
30-Mar-01	10.0000	10.1805	0.074

Dividend History (MIP* - Quarterly Dividend Option)

Record Date	Face Value (Rs)	NAV (Rs.)	Dividend/Unit
31-May-01	10.0000	10.4079	0.230
28-Feb-01	10.0000	10.4953	0.300

Dividend History (MIP* - Half-Yearly Dividend Option)

Record Date	Face Value (Rs)	NAV (Rs.)	Dividend/Unit
28-Feb-01	10.0000	10.4953	0.30

Performance Records (MIP* - Cumulative)

Date	Period	NAV	Returns#
31-May-01		10.7848	
10-Nov-00	Since allotment (202 days)	10.0000	14.18%

Annualized Returns

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

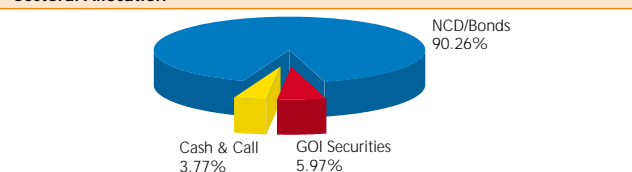
Fund size

Average Maturity

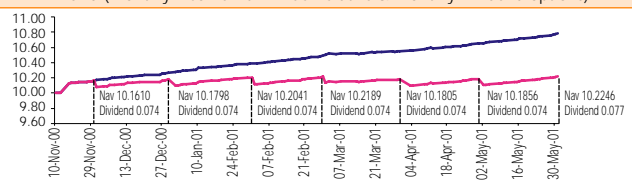
Rs. 73.65 crores

2.30 years

Sectoral Allocation



NAV Trend (Monthly Income Plan* - Cumulative & Monthly Dividend options)



PRUICICI

Fixed Maturity Plan

(Open-ended Debt Fund)

Figures as on 31st May, 2001

OBJECTIVE

To seek to generate regular returns through investments in debt securities

INVESTMENT HORIZON

Suitable for investors who have a fixed investment horizon of approximately 90 days, 182 days and 379 days.

INVESTMENT OPTIONS

Investors under the Fixed Maturity Plan have the choice of Cumulative option, Dividend option or the Dividend Reinvestment option.

Portfolio [Fixed Maturity Plan - Quarterly (Series 1)]			
Name	Agency	Rating	% to NAV
NCD/Bonds			
Citicorp-Maruti Finance	CRISIL	P1+	7.66%
Nirma	CRISIL	AAA	5.49%
IDBI	CRISIL	AAA	3.98%
GE Capital Services	CRISIL	AAA	3.92%
			21.05%
Government Securities			
11.55% GOI 2001	Sovereign		0.87%
Commercial Paper			
HDFC	ICRA	A1+	11.22%
Exide Industries	CRISIL	P1+	7.52%
Ciba Speciality Chemicals	CRISIL	P1+	7.50%
Associates India Financial	CRISIL	P1+	3.76%
Sony India	CRISIL	P1+	3.75%
Pidilite Industries	CRISIL	P1+	3.75%
Gujarat Ambuja	CRISIL	P1+	3.75%
Associates India Financial	CRISIL	P1+	3.75%
ACC	ICRA	A1+	3.75%
Carborandum Universal	CRISIL	P1+	3.74%
Bharat Heavy Electricals	CRISIL	P1+	3.70%
HDFC	CRISIL	P1+	3.69%
Wheels India	ICRA	A1+	2.57%
			62.45%
Cash & Call			15.63%
TOTAL			100.00%

Portfolio [Fixed Maturity Plan - Quarterly (Series 2)]			
Name	Agency	Rating	% to NAV
NCD/Debentures			
IL&FS	ICRA	LAAA	9.57%
Citicorp-Maruti Finance	CRISIL	P1+	8.00%
GE Capital Services	CRISIL	AAA	4.34%
Citifinancial Retail Services	ICRA	A1+	3.99%
			25.90%
Commercial Papers			
Ciba Speciality Chemicals	CRISIL	P1+	11.75%
Bharat Heavy Electricals	CRISIL	P1+	9.42%
E.I.D. Parry	CRISIL	P1+	7.85%
Mahindra & Mahindra	CRISIL	P1+	7.81%
Larsen & Toubro	CRISIL	P1+	3.92%
E.I.D. Parry	CRISIL	P1+	3.92%
Larsen & Toubro	CRISIL	P1+	3.92%
Wockhardt	CRISIL	P1+	3.92%
Associates India Financial	CRISIL	P1+	3.91%
Dabur India	CRISIL	P1+	3.91%
ACC	ICRA	A1+	3.91%
Citicorp Finance	CRISIL	P1+	3.91%
HDFC	CRISIL	P1+	3.88%
			72.03%
Cash & Call			2.07%
TOTAL			100.00%

Portfolio [Fixed Maturity Plan - Quarterly (Series 3)]			
Name	Agency	Rating	% to NAV
NCD/Bonds			
Citifinancial Retail Services	ICRA	A1+	10.18%
IDBI	CRISIL	AAA	10.02%
			20.20%
Commercial Papers			
BHEL	CRISIL	P1+	9.99%
Dabur India	CRISIL	P1+	9.97%
HDFC	CRISIL	P1+	9.97%
Sun Pharmaceuticals	CRISIL	P1+	9.97%
ACC	ICRA	A1+	9.96%
Citicorp Finance	CRISIL	P1+	9.95%
Larsen & Toubro	CRISIL	P1+	9.95%
HDFC	CRISIL	P1+	3.98%
Larsen & Toubro	CRISIL	P1+	2.03%
Larsen & Toubro	CRISIL	P1+	1.02%
			76.79%
Cash & Call			3.01%
TOTAL			100.00%

Portfolio [Fixed Maturity Plan - Half Yearly (Series 1)]			
Name	Agency	Rating	% to NAV
NCD/Bonds			
Nirma	ICRA	MAAA	14.05%
GE Capital Services	CRISIL	AAA	12.23%
			26.28%
Government Securities			
11.55% GOI 2001	Sovereign		41.16%
			41.16%
Commercial Paper			
Maruti Countrywide Finance	CRISIL	P1+	13.59%
			13.59%
Cash & Call			18.97%
TOTAL			100.00%

Portfolio [Fixed Maturity Plan - Yearly (Series 1)]			
Name	Agency	Rating	% to NAV
NCD/Bonds			
Citicorp-Maruti Finance	CRISIL	P1+	12.50%
Citicorp Finance	CRISIL	P1+	12.50%
HPCL	CRISIL	AAA	10.47%
Nirma	ICRA	LAAA	10.42%
HDFC	CRISIL	AAA	10.32%
Sterlite Industries	CRISIL	P1+	10.00%
GE Capital Services	CRISIL	AAA	9.83%
IDBI	CRISIL	AAA	9.67%
			85.71%
Government Securities			
11.75% GOI 2001	Sovereign		13.16%
			13.16%
Cash & Call			1.13%
TOTAL			100.00%

Performance Records				
Date	FMP - Plan (Cumulative Option)	Period	NAV Rs.	Annualized Returns
22-Dec-00	Yearly (Series 1)	Since Allotment	10.0143	12.01%
22-Dec-00	Half Yearly (Series 1)	Since Allotment	10.0072	9.90%
22-Dec-00	Quarterly (Series 1)	Since Allotment	10.0077	10.48%
23-Jan-01	Quarterly (Series 2)	Since Allotment	10.0059	9.47%
22-Feb-01	Quarterly (Series 3)	Since Allotment	10.0025	13.79%

NAV as of 31st May 2001	
FMP - Plan (Cumulative Option)	NAV in Rs
FMP - Yearly (Series 1)	10.5413
FMP - Half Yearly (Series 1)	10.4414
FMP - Quarterly (Series 1)	10.4674
FMP - Quarterly (Series 2)	10.3381
FMP - Quarterly (Series 3)	10.3729

Dividend History [Fixed Maturity Plan - Quarterly (Series 1)]			
Record Date	NAV (Rs)	Face Value	Dividend (Rs)
19-Mar-01	10.2387	10.00	0.1950 per unit

Dividend History [Fixed Maturity Plan - Quarterly (Series 2)]			
Record Date	NAV (Rs)	Face Value	Dividend (Rs)
19-Apr-01	10.2315	10.00	0.1891 per unit

Dividend History [Fixed Maturity Plan - Quarterly (Series 3)]			
Record Date	NAV (Rs)	Face Value	Dividend (Rs)
18-May-01	10.2258	10.00	0.1875 per unit

Fund Size	
	Rs. 421.19

Wouldn't you like your investments to be just as well looked after ?



She's most comfortable in your arms – she feels secure in the knowledge that you care for her and would do anything to protect her. Wouldn't you like your investments to be equally well looked after?

That's where our Income Plan comes in. After thorough research, our experienced fund managers invest your hard-earned money in various kinds of debt securities (bonds, debentures, gilts, etc.) to create the ideal balance between maximising your returns and yet minimising risk. Since the Income Plan invests only in debt securities, you don't have to worry about the volatility of the stock markets. Also, as it is an open-ended debt fund, you can get your money back whenever you want it.

The Income Plan, one of the largest debt funds in the country is brought to you by Prudential ICICI Mutual Fund – the largest private sector mutual fund*, managing assets of over Rs. 5,600 crores# and the trust of over 3 lakh investors.

So invest in our Income Plan. You can be sure your money is well looked after.

PRUDENTIAL
Income Plan

* According to Credence Analytics (India) Pvt. Ltd. Prudential ICICI Mutual Fund is the largest private sector mutual fund based on information available on April 30th, 2001.

As on May 31st, 2001.

Customer Service Centres

Ahmedabad :

401, Sears Towers,
Nr. Panchwati, Gulbai Tekra,
Ahmedabad 380 006.
Tel: (079) 656 6165, 656 6371.

Chandigarh :

S.C.O. 16-17, 2nd Floor,
Sector 9-D, Madhya Marg,
Chandigarh 160 017.
Tel: (0172) 745 302/3.

Jaipur :

305, 3rd Floor,
Ganpati Plaza, M.I. Road,
Jaipur 302 001.
Tel: (0141) 388 724/362 257.

Ludhiana :

SCO 147, 4th Floor,
Feroze Gandhi Market,
Ludhiana 141 001.
Tel: (0161) 413 101/102

Patna :

306, Ashiana Harnivas,
Dak Buglow Road,
Patna 800 001
Tel: (0612) 230 483

Bangalore :

15/16, Vayudooth Chambers,
Ground Floor, Trinity Circle,
M G Road, Bangalore-560001
Tel: (080) 5323676

Chennai :

No. 22/4, Aashika Chambers,
Chamiers Road, Teynampet,
Chennai 600 018.
Tel: (044) 433 8228/9.

Kanpur :

206 Krishna Tower, 2nd Floor,
15/63 Civil Lines, Opp. U.P. Stock
Exchange, Kanpur 208001.
Tel: (0512) 558 455, 303 520/523

Mangalore :

C/o. ICICI Bank
Bharat Building, 1st Floor,
P.M. Road, Mangalore 575 001.
Tel: 98450 48638

Pune :

2nd Floor, Office No.6, Ashok
Vijay Complex, 326, M.G. Road,
Pune 411 001.
Tel: (020) 400 2180/81.

Baroda :

C/o. ICICI Bank,
Landmark, Race Course,
Baroda 390 007.
Tel: (0265) 322 283/84.

Goa :

Shop No. 7, Ground Floor, Kamat
Chambers, Opp. Hotel Neptune,
Menezes Braganza Road, Panjim
403 001. Tel: 0832-424520/511

Kochi :

No.6, 3rd Floor,
Emgee Square, M.G. Road,
Kochi 682 035.
Tel: (0484) 353 199/374 687.

Mumbai :

3rd Floor, Sai Nara, North Avenue &
Linking Road Junction, Santacruz (W),
Mumbai 400 054.
Tel: (022) 605 2153/54, 604 0211.

Calcutta :

124, Lords, 1st Floor,
7/1, Lord Sinha Road,
Calcutta 700 071.
Tel: (033) 282 4077/82.

Hyderabad :

L B Bhavan, 6-3-550 Somajiguda
(Opp. Medinova),
Hyderabad 500082.
Tel: (040) 651 0099/100.

Lucknow :

Office No. 6, Ground floor,
Saran Chambers-I, 5 Park
Road, Lucknow 226 001.
Tel: (0522) 237 716/17.

New Delhi :

206, Ashoka Estate, 2nd Floor,
24, Barakhamba Road,
New Delhi 110 001.
Tel: (011) 375 2515/16/17/18.

Bhubaneshwar : 9861054007, **Coimbatore :** 9843070899,
Guwahati : 9864025593, **Jamshedpur :** 9835039771,
Ranchi : 9835039770, **Trivandrum :** 9847012200, **Vijayawada :**
(0883) 420259, **Vishakapatnam :** 9848194249, (0891) 666 333.

CORPORATE OFFICE

3rd Floor, Contractor Building, 41, R. Kamani Marg, Ballard Estate, Mumbai 400 038.

Tel: 269 7989; Fax: 267 9677 Website: www.pruiciciamc.com E-mail: enquiry@iciciamc.com Pruphone (Mumbai): 269 2929

Statutory Details: Prudential ICICI Mutual Fund (The Fund) has been set up as a Trust sponsored by Prudential Corporation plc (through its wholly owned subsidiary Prudential Corporation Holdings Limited) and ICICI 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 • **Growth Plan** (objective is to generate long term capital appreciation), Entry Load: 1.75%, Exit Load: Nil; **Income Plan** (objective is to generate income through investments in debt securities), Entry Load: Nil, Exit Load: 0.50% for purchase transactions upto Rs.1 lac, if the investment is redeemed within 6 months of investments or for purchase transactions over Rs.1 lac, if the investment is redeemed within 3 months of investment; **Liquid Plan** (objective is to generate reasonable returns while providing high levels of liquidity), Entry Load: Nil, Exit Load: 0.25%, if the investment is redeemed within 5 days; **FMCG Fund** (objective is to generate long term capital appreciation), Entry Load: 1.75%, Exit Load: Nil; **Gilt Fund – Treasury Plan** (objective is to generate regular returns through investments made in gilts), Entry Load: Nil, Exit Load: 0.25% if the investment is redeemed within 1 month; **Gilt Fund – Investment Plan** (objective is to generate regular returns through investments made in gilts), Entry Load: Nil, Exit Load: 0.50% if the investment is redeemed within 1 year; **Balanced Fund** (objective to generate long term capital appreciation and current income), Entry Load: 1.75%, Exit Load: Nil; **Technology Fund** (objective is to generate long term capital appreciation), Entry Load: 1.75%, Exit Load: Nil; **Monthly Income Plan** (to generate regular income through investments in fixed income securities), Entry Load: Nil, Exit Load: 0.50% if the investment is redeemed before 6 months and **Fixed Maturity Plan – Quarterly Series 1, Fixed Maturity Plan – Quarterly Series 2, Fixed Maturity Plan – Quarterly Series 3, Fixed Maturity Plan – Half Yearly Series 1, Fixed Maturity Plan – Half yearly Series 2, Fixed Maturity Plan – Yearly Series 1 & Fixed Maturity Plan – Yearly Series 2** (objective is to generate regular returns through investments in debt securities), Entry Load: Nil, Exit Load: Quarterly Plan: 0.50% if investment redeemed before 3 months, Half yearly Plan: 1% if investment redeemed before 6 months, Yearly Plan: 2% if investment redeemed before 1 year, 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.

