

FUND FACT SHEET

April 2011



Pramerica

MUTUAL FUND



Will oil spoil the India party?



Vijai Mantri
Managing Director & CEO

Fear is the driving force behind the rising oil prices. Political unrest and increased turmoil in the oil producing countries of the Gulf are instilling a sense of fear of shortage in the oil importing countries of the world. If the current situation persists and the oil prices remain on the run, how will it impact the global economy? Also, what does it mean for India?

It is automatically assumed that rising oil prices and rising interest rates are bad for the economy and stock markets may collapse! Why is this so? For the simple reason that most of the theories on economics and finance have their origin in the western world. So if something is bad for the western world, it has to be bad for the rest of the world too! Period. No questions, no arguments. You may be considered ill informed if you do so!

However, if you look at it closely, India is different from the rest of the world. Let us look at a developed nation like the US and an emerging economy like India and compare how the rise in oil prices will affect each.

The retail consumption of oil is much higher in the US, with gas guzzling SUV's and central heating systems that are a must on account of the cold weather. On the other hand, Indians give preference to fuel efficient vehicles and there is no concept of central heating in most parts of the country, which reduces the dependence on oil as compared to that of the US. Therefore, the increase in prices of oil does not affect India as much as US or any other western country.

Oil prices seem to be correlated with interest rates too. As the oil prices take an upward trend, so will the interest rates. US, the country of spenders, whose lives are leveraged on plastic money, home loans and car loans etc. will get under the burden of high interest rates. India on the other hand prides itself as a country of savers and rising interest rates will only benefit the saving population. Increase in interest rates mean increase in the rates of fixed deposits, bank deposits and any other savings schemes that will only provide more money in the hands of the investors, who in turn will spend more and thus speed up the growth of the Indian economy.

Also, some events which have a negative impact on countries in western world can be positive for India. Take for example the recent increase in minimum retirement age in France from 60 to 62. This change caused riots and strikes all over France. In India, such a move will bring cheer and joy! People will see this as an opportunity to earn and save for a few more years!

There are a few negative side-effects of the oil price rise. At the microeconomic level an amplification of oil prices will cause an increase in India's import bill, widening current account deficit. Increasing current account deficit could be detrimental to the economy of any country. But to India it comes with a silver lining!

After the financial crisis of 2008, India has become rather complacent. Since India was least affected by the crisis, everyone applauded and forgot about the crisis and things were back to as they were before. In all this, reforms were pushed to the back burner and in due course forgotten. If the current account deficit widens beyond a point, the Government will not have any option but to bring in the reforms, so that more sectors are opened up for private participation, especially by foreign firms, and allow higher FDI in sectors that were under tight leash until now. One may see FDI opening up in Retail, limits going up in Insurance and the like. So the spike in oil prices could actually lead to cheer for a lot of sectors!

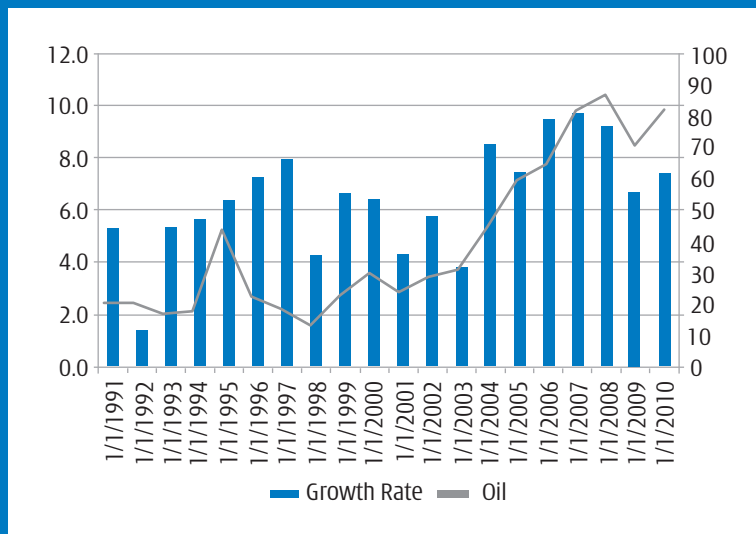
Another side effect of rise in oil prices could be that Rupee may weaken against the USD. But every coin has two sides! The weakened Rupee will ring in higher profits for IT companies and companies that have a lot of exports business!

Let us look at how different sectors could be affected by the oil price spike or the interest rate hike due to it. The auto sector is one which is directly impacted by oil prices and interest rate hikes. One would expect that an oil price hike would mean a doom for auto companies. However, Indians are not compulsive car buyers. Also, EMI on an auto loan as a percentage of total expenses is not too significant. Thus, even if the oil prices are high or interest rates are high, Indians will not refrain from purchasing cars.

Will oil spoil the India party? (Contd.)

Interest rates on home loans do affect the demand for real estate. However, the current slowdown in the real estate sector on the demand side is due to unaffordable high prices. If the prices go down and on the other hand if the interest rates go up the demand will still remain inspite of high interest rates.

Rising interest costs also mean rising finance costs for companies. Any company has three main costs: Cost of Raw Material, People and Interest. Over the years the costs of raw materials and labour costs have gone up many times over and yet the companies have not shut down! They have handled it quite well, bringing down costs or absorbing costs or passing it on to the end consumer. Therefore, if there is an increase in interest cost the companies learn to deal with this as well. Inflation might go up for a while, but then that is a price one has to pay to reap the benefits of a growing economy!



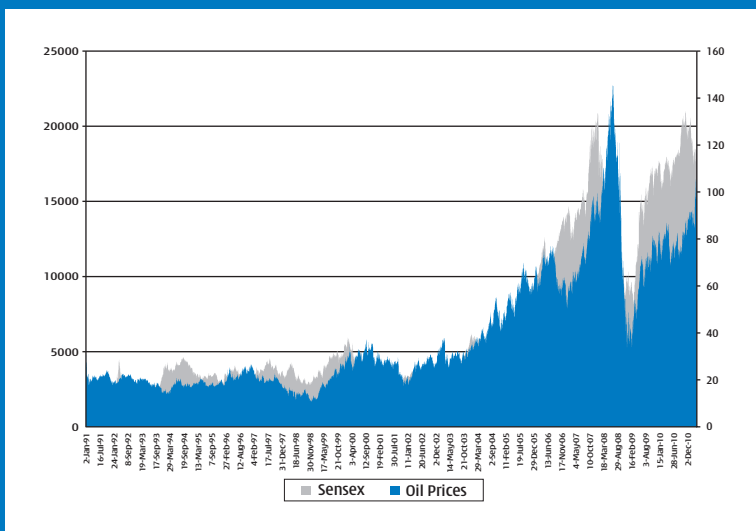
“Experts” fear that rising oil prices can derail the India growth story. Let us look at this chart which compares oil prices and India’s GDP growth rate from 1991.

In the 90’s, average oil price was around USD 22 and average GDP growth rate was around 5.6%.

In last decade oil prices have averaged at around USD 57 and the average GDP growth has been 7.3%. Oil prices shot up significantly post 2004 with average rates hovering around USD 70, but the average GDP growth for the same period was 8.4%!

So, the story that oil price rise will impact India’s growth story, does not hold water.

The same experts also fear that if the oil prices keep going up, the stock markets will crash! Let us look at that too.



When in October 2007, Sensex touched 18,000, oil prices were at USD 80. When the Sensex fell to lows of 8000 in March 2009, oil was at USD 47. In August 2010, after going through all the ups and downs and surviving the financial crisis, Sensex again touched the 18,000 figure, oil was at USD 81 per barrel. Oil touched USD 105 per barrel in the first week of March 2011 and Sensex was still around the 18,000 mark.

Both oil and Sensex seem to be positively correlated! This correlation is simply because of the fact that when the global economy is doing well, people consume more and hence demand for oil is more and hence price of oil is higher; also since the country’s economy is also doing well, GDP and the stock markets are growing by leaps and bounds.

Thus, if one looks at it closely, a rise in oil prices may not be that bad an event for India. Instead, it might as well benefit our economy! So, oil price hike or no oil price hike, the India party is expected to continue! Cheers!

Market Round - Up : Fixed Income

In our cricket crazy country, there was no bigger headline during April'11 than India winning the Cricket World Cup, a second time after a gap of 28 years, being only the third country to achieve this feat twice. On the way, there were significant headwinds in the form of three former champions, Australia, Pakistan and Sri Lanka. If you are wondering why we mention cricket here, much the same way, Indian GDP continues to maintain its momentum, inspite of several headwinds like high inflation, supply constraints, infrastructure bottlenecks and slow reforms. Once we tell you that as per the latest issue (April'11) of 'The Economist' magazine, India's GDP growth rate for 2011 was highest in the world at 10.40% vs 10.30% in China, the second fastest, analogy to world cup will be clear. This revision in numbers happens when Indian GDP is also calculated by the same formula as of China. That means to recalculate Indian GDP "by expenditure" like China, rather than at current method of "at factor cost". In non-technical terms, this is equalizing differences in taxes, duties and subsidies.

However, like IPL-4 quickly overshadowed World Cup glory with its glamour, Inflation continues to outgrow the worst estimates, coming in at 8.98% for March'11 (much higher than RBI's last revised expectation). This puts the market's focus squarely back on tight monetary policies, higher policy rates and the inevitable adverse impact on GDP growth in coming quarters.

Brent crude oil prices traded above \$ 120/bl for most of April 2011. With domestic oil prices likely to be hiked immediately after current round of state elections, inflation is now expected to remain elevated in near term. Even as food price inflation has slowed down in recent months, manufactured goods inflation has picked up pace to breach the critical 6% mark in March'10. The RBI announced a hike of 50 bps in key rates in the May policy review. This decisively signals RBI's overriding concerns on broadening inflation for the time being over growth prospects.

Short- term money market rates though, eased significantly at the start of April 2011 as liquidity improved with support from large government spending. 3M bank CD rates fell by 200 bps to 8.25% from a high of 10.25% in March. Similarly 1Y Bank CD rates eased to 9.50% from 10.30% in March. However, with RBI announcing a series of auctions of cash management bills to drain excess liquidity and inflation getting reported at 8.98%, sentiments turned cautious. 3M/1Y bank CDs were around 9% and 9.90% respectively by month-end. With RBI expected to continue with rate hikes, short-term rates may harden again to touch the recent highs.

Benchmark 10Y GOI yields hardened by appx. 20bps during the month of April '11. Though cut-off for first auction of new 10Year bond came at 7.80%, by the month end, it was trading at 8.13%, a correction of almost 25bps. With high oil prices raising prospect of higher oil subsidies leading to higher fiscal deficit, market is apprehensive of higher than budgeted govt borrowing program.

Current assessment suggests that short-term rates have moved up sharply in FY2010-11 and are unlikely to witness a new high in a rush. Current short term rates seem to fairly discount further rate hikes by RBI, driven by negative liquidity balance and aggressive deposit mobilization drive by banks. Long term rates have remained largely range-bound with marginal upward bias in FY 2010-11. Visibility on long term rates is currently poor as one still needs to get a fair hang on three key factors, viz. - (1) Crude oil prices, (2) Monsoon, and (3) Credit demand. Till the time a clear trend is available on these parameters, long term rates is expected to remain range bound with marginal upward bias.

Short term funds have been the flavor of the previous quarter and are likely to continue to remain the favorite well into the next quarter.



Mahendra Jajoo,
Executive Director & CIO - Fixed Income

Market Round - Up : Equity

Economy:

The economic activity continues to remain subdued as indicated by the February Index of Industrial Production (IIP) which grew by 3.6% versus 3.9% in January. Although the numbers are a tad below expectation, the IIP growth was affected by a huge unfavourable base from last year.

Inflation continues to be the biggest worry since it has not been showing any sign of abating. March headline number came at 8.98% YoY versus 8.3% in February. The sharp increase was primarily due to higher manufactured products inflation (6.2% vs. 4.9% in Feb). Thus, inflation has averaged at 9.2% in FY 2010-11. Given the overall macro slowdown, it is quite likely that FY 2011-12 GDP estimates would be lower at 8.25-8.5% compared to 8.5% in FY 2010-11.

Q4 Results:

The 4th quarter results for Nifty 50 universe are expected to show a YoY increase in PAT of 17%. Among the results declared so far, banking, cement, and consumer sectors have posted better than expected results, whereas IT, Capital goods and Oil & Gas companies have shown mixed performance.

Stock Markets:

The markets began the month on a strong note adding on to the gains from the 9.4% it had gained in March. However, higher inflation numbers coupled with some disappointing Q4 numbers especially from certain bell weather companies in the IT and energy sector, triggered a sell off in the markets towards the latter half of the month. The Nifty index declined by 1.4% during the month.

Foreign Institutional investors continued to be net buyers in April with total net purchases of \$1.6 bn. The rupee gained by 0.7% vs the US\$ to ₹ 44.3 during the month.

Some of the sectors that outperformed the Nifty during the month of April '11 include Consumer Discretionary (+5.2%), Consumer Staples (+2.5%) and Materials (+1.5%). Sectors that under performed include Financials (-4.3%), IT (-2.3%) and Industrials (-1.8%).

Outlook:

The markets are in a consolidation phase post the strong gains it made in March. Factors such as rising oil prices, high inflation and rising interest rates will continue to act as strong near term head winds. Volatility is expected to remain high given the corporate results season.

We believe, given the overall macro situation some very key decisive steps from the government in the form of clearing of the pending bills, kick-starting the investment demand which has been benign over the past several months are necessary in order to sustain the momentum in the economy.

From a global markets perspective, the Quantitative Easing 2 (QE2) program of the US government is expected to come to a close in June 2011. There have been apprehensions in the markets that this could lead to some liquidity drying up from the markets resulting in lower asset prices. However, in the last meeting of the Federal Reserve, it was categorically mentioned that the US government would continue with its easy liquidity stance even after QE2 comes to a close. This is a strong signal which in our view should support global asset prices and prevent any liquidity driven shocks to global markets.

We believe, once the near term head winds subside and some clear direction emerges in terms of the economy gaining traction, markets are likely to gradually resume their upward momentum on the back of strong global liquidity. Large Cap funds are relatively better placed in this highly volatile environment from a medium to long term perspective.



Ravi Gopalakrishnan,
Executive Director & CIO - Equity

Investment Objective

The Scheme seeks to deliver reasonable market related returns with lower risk and higher liquidity through a portfolio of debt and money market instruments. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.

Date of initial allotment

27-Aug-10

Fund Manager & his experience

Mahendra Jajoo

Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment (daily, weekly, fortnightly, monthly)

Dividend Payout (fortnightly, monthly)

Default Option

Default Option: Growth

Default Dividend Facility: Dividend Reinvestment

Default Dividend Frequency: Daily

Benchmark Index

CRISIL Liquid Fund Index

NAV as on 29th April 2011⁴

Option	NAV (in ₹)
Growth	1052.6240
Daily Dividend	1000.0950
Weekly Dividend	1000.7117
Fortnightly Dividend	1000.7131
Monthly Dividend	1000.7118

Maturity Profile

Below or equal to 91 days 100%

Maturity & Yield

Yield To Maturity	7.14%
Average Maturity	19 days

Modified Duration

18 days

Actual Expense Ratio

0.29%

Minimum Investment Amount

₹ 10,000 and multiples of ₹ 1/- thereafter

Minimum Additional Purchase Amount

₹ 1,000 and multiples of ₹ 1/- thereafter

Load Structure

Entry Load: Not Applicable

Exit Load: Nil

AUM as on 29th April, 2011⁴

₹ 1412.19 Crores

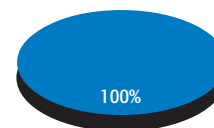
CRISIL Rating³

AAAF

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		
UCO Bank	P1+	27.41
Central Bank of India	PR1+	7.04
Bank of India	PR1+	4.25
HDFC Bank Ltd.	P1+	3.50
Vijaya Bank	PR1+	3.16
State Bank of Hyderabad	PR1+	2.45
Bank of Baroda	A1+	1.77
Andhra Bank	A1+	1.76
Tamilnad Mercantile Bank Limited	PR1+	1.39
Punjab National Bank	P1+	1.05
COMMERCIAL PAPER		24.59
Religare Finvest	PR1+	1.04
JM Financial Products Ltd.	A1+	7.00
Edelweiss Capital Ltd.	P1+	4.60
National Engineering Industries Ltd.	P1+	3.54
Religare Securities Limited	PR1+	2.10
Tata Capital Ltd.	P1+	1.76
Future Value Retail Limited	A1+	1.76
Redington (India) Limited	PR1+	1.74
Muthoot Fincorp Limited	A1+	1.05
CBLO	P1+	1.04
Cash & Cash Equivalents		30.58
Total		100.00

Ratings Profile

P1+/PR1+/A1+/F+(ind)/P1+r¹ 100 %



¹Cash & cash equivalents are considered to be of AAA ratings quality.

Dividend Distribution History

Record Date	Rate (₹/Unit)	Cum-Dividend NAV	Ex-Dividend NAV ²
Fortnightly Dividend Payout Option			
11-Feb-11	2.772087	1003.5521	1000.0127
27-Feb-11	2.835745	1003.6278	1000.0070
11-Mar-11	2.146527	1002.7418	1000.0010
27-Mar-11	2.917245	1003.7250	1000.0002
11-Apr-11	2.896884	1000.5231	1000.0582
26-Apr-11	2.702475	1003.4332	1000.0000
Monthly Dividend Payout Option			
27-Feb-11	5.616551	1007.1784	1000.0071
27-Mar-11	5.072020	1006.4762	1000.0002
26-Apr-11	5.609630	1007.1263	1000.0000

Please note that after the payment of dividend, the NAV falls to the extent of dividend paid, distribution tax and cess wherever applicable. Past performance may or may not be sustained in future.

²NAV on the 1st transaction day after Record Date.

Performance as on 29th April 2011⁴

Period	Pramerica Liquid Fund – Growth Option	CRISIL Liquid Fund Index
7 days	8.4631%	7.1649%
15 days	8.1078%	6.9748%
30 days	8.2865%	7.1921%
3 Months	8.4925%	7.9198%
6 Months	8.1445%	7.6222%
1 Year	--	--
3 Years	--	--
Since Inception (i.e., 27 Aug 2010)	7.8076%	7.2500%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend option for the investor would be net of the dividend distribution tax and statutory levy, as applicable.

The returns shown above in the table are simple annualized return.

³CRISIL Disclaimer: The assigned rating AAf is valid only for "Pramerica Liquid Fund". The rating of CRISIL is not an opinion of the Asset Management Company's willingness or ability to make timely payments to the investor. The rating is also not an opinion on the stability of the NAV of the Fund, which could vary with market developments.

⁴Being 30th April, 2011 was a non-business day

Investment Objective

The objective of the scheme is to provide reasonable returns, commensurate with a low to moderate level of risk and high degree of liquidity, through a portfolio constituted of money market and debt instruments. However, there is no assurance that the investment objective of the scheme will be realized and the scheme does not assure or guarantee any returns

Date of initial allotment

September 24, 2010

Fund Manager & his experience

Mahendra Jajoo

Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment (daily, weekly, fortnightly, monthly)

Dividend Payout (fortnightly, monthly)

Default Option

Default Option: Growth

Default Dividend Facility: Dividend Reinvestment

Default Dividend Frequency: Daily

Benchmark Index

CRISIL Liquid Fund Index

NAV as on 29th April 2011⁴

Option	NAV (in ₹)
Growth	1049.9854
Daily Dividend	1000.3500
Weekly Dividend	1000.8177
Fortnightly Dividend	1000.8467
Monthly Dividend	1000.8349

Maturity Profile

Below or equal to 91 days	99.33%
Above 91 days	0.67%

Maturity & Yield

Yield To Maturity	7.56%
Average Maturity	29 days

Modified Duration

27 days

Actual Expense Ratio

0.38%

Minimum Investment Amount

₹ 5,000 and multiples of ₹ 1/- thereafter

Minimum Additional Amount

₹ 500 and multiples of ₹ 1/- thereafter

Load Structure

Entry Load: Not Applicable

Exit Load: Nil

AUM as on 29th April, 2011⁴

₹ 729.90 Crores

CRISIL Rating³

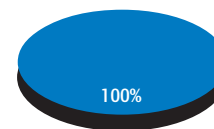
AAAF

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		
CERTIFICATE OF DEPOSITS		25.79
Bank of India	P1+	6.76
Central Bank of India	PR1+	4.74
Allahabad Bank	P1+	3.42
Bank of Baroda	A1+	3.40
Union Bank of India	P1+	2.70
Vijaya Bank	PR1+	2.02
Punjab National Bank	PR1+	1.35
Tamilnad Mercantile Bank Limited	P1+	1.35
Axis Bank Ltd.	A1+	0.05
COMMERCIAL PAPER		
COMMERCIAL PAPER		28.54
Edelweiss Capital Ltd.	P1+	6.84
Tata Capital Ltd.	A1+	6.81
JM Financial Products Ltd.	P1+	4.79
Shoppers Stop Limited	F1(ind)	3.38
TGS Investments and Trade Pvt. Ltd.	A1+	2.73
Muthoot Fincorp Limited	P1+	2.02
National Engineering Industries Ltd.	PR1+	1.35
Religare Finvest	A1+	0.62
CORPORATE BOND		
CORPORATE BOND		4.80
Tata Sons Limited	AAA	4.80
CBLO		
CBLO		19.86
Cash and Cash Equivalents		
Cash and Cash Equivalents		21.01
Total		100.00

Ratings Profile

P1+/PR1+/A1+/F+(ind)¹ 100 %

¹Cash & cash equivalents are considered to be of AAA ratings quality.



Dividend Distribution History

Record Date	Rate (₹/Unit)	Cum-Dividend NAV	Ex-Dividend NAV ²
Fortnightly Dividend Payout Option			
11-Feb-11	3.011089	1003.4362	1000.0083
28-Feb-11	3.484055	1003.9885	1000.0223
11-Mar-11	2.275585	1002.6330	1000.0424
28-Mar-11	3.652578	1004.2388	1000.0807
13-Apr-11	3.971935	1004.6809	1000.1720
26-Apr-11	2.875392	1003.3349	1000.0708
Monthly Dividend Payout Option			
28-Feb-11	6.506682	1007.4294	1000.0221
28-Mar-11	5.938783	1006.8401	1000.0793
26-Apr-11	6.868964	1007.8567	1000.0591

Please note that after the payment of dividend, the NAV falls to the extent of dividend, distribution tax and cess wherever applicable. Past performance may or may not be sustained in future.

² NAV on the 1st transaction day after Record Date.

Performance as on 29th April, 2011⁴

Period	Pramerica Ultra Short Term Bond Fund - Growth Option	CRISIL Liquid Fund Index
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 24 Sept.2010)	4.9985%	4.3821%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend plan for the investor would be net of the dividend distribution tax and statutory levy, as applicable.

The returns shown above in the table are absolute return, since the Scheme has been in existence for less than 1 year since initial allotment on closure of NFO.

³ CRISIL Disclaimer: The assigned rating AAAF is valid only for "Pramerica Ultra Short Term Bond Fund". The rating of CRISIL is not an opinion of the Asset Management Company's willingness or ability to make timely payments to the investor. The rating is also not an opinion on the stability of the NAV of the Fund, which could vary with market developments.

⁴Being 30th April, 2011 was a non-business day

Investment Objective

The objective of the scheme is to generate regular returns with moderate level of risk by investing primarily into a portfolio of Debt Securities and Money Market Instruments of short term maturity. However, there is no assurance that the investment objective of the scheme will be realized and the scheme does not assure or guarantee any returns.

Date of initial allotment

February 04, 2011

Fund Manager & his experience

Mahendra Jajoo

Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment (weekly, fortnightly, monthly, quarterly)

Dividend Payout (monthly, quarterly)

Default Option

Default Option: Growth

Default Dividend Facility: Dividend Reinvestment

Default Dividend Frequency: Monthly

Benchmark Index

CRISIL Short Term Bond Fund Index

NAV as on 29th April 2011³

Option	NAV (in ₹)
Growth	1027.2357
Weekly Dividend	1002.4240
Fortnightly Dividend	1002.2358
Monthly Dividend	1002.2532

Maturity Profile

Below or equal to 91 days	70.62%
Above 91 days	29.38%

Maturity & Yield

Yield To Maturity	9.03%
Average Maturity	124 days

Modified Duration

113 days

Actual Expense Ratio

0.75%

Minimum Investment Amount

₹ 5,000 and multiples of ₹ 1/- thereafter

Minimum Additional Amount

₹ 1,000/- and in multiples of ₹ 1/- thereafter

Load Structure

Entry Load:

Not Applicable

Exit Load :

If the units are Redeemed/switched-out before 3 months from the date of allotment- @0.25%

If the units are Redeemed/switched-out on or after 3 months from the date of allotment - NIL

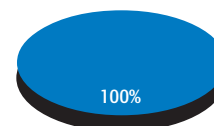
AUM as on 29th April, 2011³

₹ 46.21 Crores

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		53.66
Tamilnad Mercantile Bank Limited	P1+	10.95
Allahabad Bank	P1+	10.81
Union Bank of India	P1+	10.65
Punjab National Bank	PR1+	10.63
Vijaya Bank	PR1+	10.62
COMMERCIAL PAPER		30.31
Religare Finvest	A1+	19.68
Muthoot Fincorp Limited	P1+	10.63
CBLO		20.30
Net Current Assets		-4.27
Total		100.00

Ratings Profile

P1+/PR1+/A1+/F+(ind)¹ 100 %



¹Cash & cash equivalents are considered to be of AAA ratings quality.

Dividend Distribution History

Record Date	Rate (₹/Unit)	Cum-Dividend NAV	Ex-Dividend NAV ²
Fortnightly Dividend Payout Option			
11-Mar-11	2.510971	1002.8586	1000.0001
28-Mar-11	3.906453	1005.3699	1000.9228
13-Apr-11	5.543401	1007.6960	1001.4032
26-Apr-11	4.064220	1005.4438	1000.8301
Monthly Dividend Payout Option			
28-Mar-11	6.428591	1008.2438	1000.9254
26-Apr-11	9.616907	1011.7646	1000.8476

Please note that after the payment of dividend, the NAV falls to the extent of dividend, distribution tax and cess wherever applicable. Past performance may or may not be sustained in future.

² NAV on the 1st transaction day after Record Date.

Performance as on 29th April, 2011³

Period	Pramerica Short Term Income Fund – Growth Option	CRISIL Short Term Bond Fund Index
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 4th Feb.2011)	2.7236%	1.9113%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend plan for the investor would be net of the dividend distribution tax and statutory levy, as applicable.

The returns shown above in the table are absolute return, since the Scheme has been in existence for less than 1 year since initial allotment on closure of NFO.

³Being 30th April, 2011 was a non-business day

(An open-ended income scheme)

Investment Objective

The objective of the Scheme is to generate regular returns through investment primarily in Debt and Money Market Instruments and to generate capital appreciation by investing in equity and equity related instruments. Monthly Income is not assured & is subject to availability of distributable surplus. However, there is no assurance that the investment objective of the Scheme will be realized and the Scheme does not assure or guarantee any returns.

Date of initial allotment

March 29, 2011

Fund Manager & his experience

Ravi Gopalakrishnan (For Equity portfolio)
Over 20 years of experience in financial services and capital markets

Mahendra Jajoo (For Debt portfolio)

Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment Facility, at monthly frequency

Dividend Payout Facility, at monthly frequency

Default Option

Default Option: Growth

Default Dividend Facility:

Dividend Reinvestment

Default Dividend Frequency: Monthly

Benchmark Index

Crisil MIP Blended Index

NAV as on 29th April 2011²

Option	NAV (in ₹)
Growth	10.1237
Monthly Dividend	10.1223

Maturity Profile

Below or equal to 91 days	72.01%
Above 91 days	9.22%

Maturity & Yield

Yield To Maturity	8.39%
Average Maturity	64 days

Modified Duration

58 days

Actual Expense Ratio

2.09%

Minimum Investment Amount

₹ 5,000 and multiples of ₹ 1/- thereafter

Minimum Additional Amount

₹ 1,000/- and in multiples of ₹ 1/- thereafter

Load Structure

Entry Load: Not Applicable

Exit Load:

If Units are Redeemed / Switched-out up to & including 365 days of allotment @1%

If Units are Redeemed / Switched-out after 365 days - NIL

AUM as on 29th April, 2011²

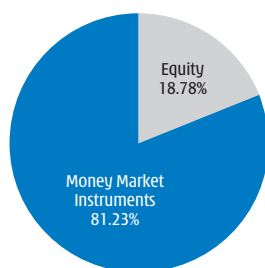
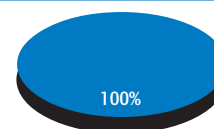
₹ 119.63 Crores

Portfolio	Ratings / Industry	% of Net Assets
Shares		18.78
Reliance Industries Ltd.	Petroleum Products	1.58
Infosys Technologies Ltd.	Software	1.15
ICICI Bank Ltd.	Banks	0.99
Tata Motors Ltd.	Auto	0.98
HDFC Ltd.	Finance	0.97
HDFC Bank Ltd.	Banks	0.96
ITC Ltd.	Consumer Non Durables	0.94
Larsen & Toubro Ltd.	Construction Project	0.93
Tata Steel Ltd.	Ferrous Metals	0.79
Bajaj Auto Ltd.	Auto	0.78
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	0.78
Axis Bank Ltd.	Banks	0.76
Tata Consultancy Services Ltd.	Software	0.75
State Bank of India	Banks	0.74
Oil & Natural Gas Corporation Ltd.	Oil	0.59
Bharti Airtel Ltd.	Telecom - Services	0.58
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	0.58
Cairn India Ltd.	Oil	0.56
ACC Ltd.	Cement	0.55
Punjab National Bank	Banks	0.55
Mahindra & Mahindra Ltd.	Auto	0.39
NTPC Ltd.	Power	0.39
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.38
Hindalco Industries Ltd.	Non - Ferrous Metals	0.38
GAIL (India) Ltd.	Gas	0.37
Grasim Industries Ltd.	Textile Products	0.36
Money Market Instruments		81.22
CERTIFICATE OF DEPOSITS		34.73
Allahabad Bank	P1+	16.70
Punjab National Bank	PR1+	8.21
Vijaya Bank	PR1+	8.20
ICICI Bank Ltd.	A1+	1.62
COMMERCIAL PAPER		19.92
Muthoot Fincorp Limited	P1+	12.32
Religare Finvest	A1+	7.60
CBLO		26.28
Cash and Cash Equivalents		0.29
Total		100.00

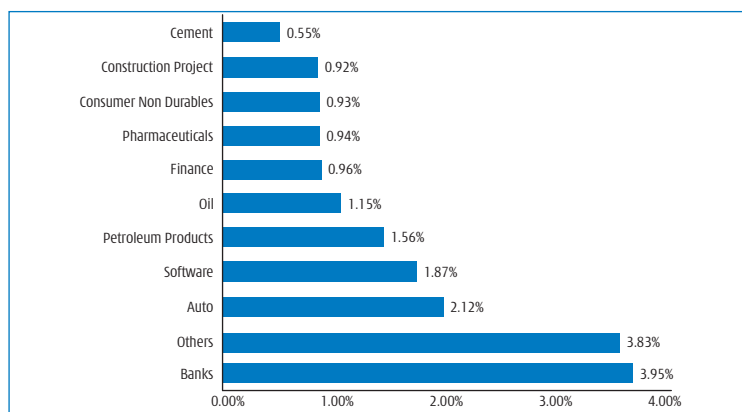
Ratings Profile of the Money Market Instruments

P1+/PR1+/A1+/F+(ind)¹ 100 %

¹Cash & cash equivalents are considered to be of AAA ratings quality.



Asset Allocation



Sector Allocation in Equity

Performance as on 29th April, 2011²

Period	Pramerica Dynamic Monthly Income Fund - Growth option	Crisil MIP Blended Index
6 Months	--	--
1 Year	--	--
3 Year	--	--
Since Inception (i.e. 5th April, 2011)	1.2370%	-0.1315%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend option for the investor would be net of the dividend distribution tax, and statutory levy, as applicable. The returns shown above in the table are absolute returns, since the Scheme has been in existence for less than 1 year since initial allotment on closure of NFO.

²Being 30th April, 2011 was a non-business day

Investment Objective

The objective of the scheme is to achieve long term capital appreciation by investing in an actively managed diversified portfolio consisting of equity and equity related securities including derivatives, debt & money market instruments. However, there is no assurance that the investment objective of the scheme will be realized and the scheme does not assure or guarantee any returns

Date of initial allotment

December 6, 2010

Fund Manager & his experience

Ravi Gopalakrishnan (For Equity portfolio)

Over 20 years of experience in financial services and capital markets

Mahendra Jajoo (For Debt portfolio)

Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment

Dividend Payout

Default Option

Default Option: Growth

Default Dividend Facility: Dividend Reinvestment

Benchmark Index

S&P CNX Nifty

NAV as on 29th April 2011¹

Option	NAV (in ₹)
Growth	9.5100
Dividend	9.5100

Ratios

Since the scheme has been launched on December 2010 and the performance history is available only for a very short period, Standard Deviation, R-Squared, Beta, Sharpe Ratio, and Portfolio Turnover have not been computed for this month.

Actual Expense Ratio

2.50%

Minimum Investment Amount

₹ 5,000/- and in multiples of ₹ 1/- thereafter

Minimum Additional Amount

₹ 500/- and in multiples of ₹ 1/- thereafter

Load Structure

Entry Load: Not Applicable

Exit Load:

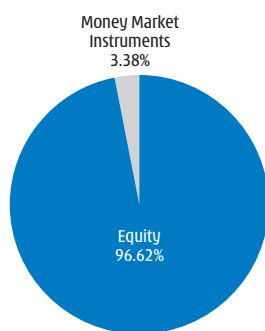
If the Units are Redeemed / Switched-out on or before 365 days of allotment - 1%

If the Units are Redeemed / Switched-out after 365 days of allotment - Nil

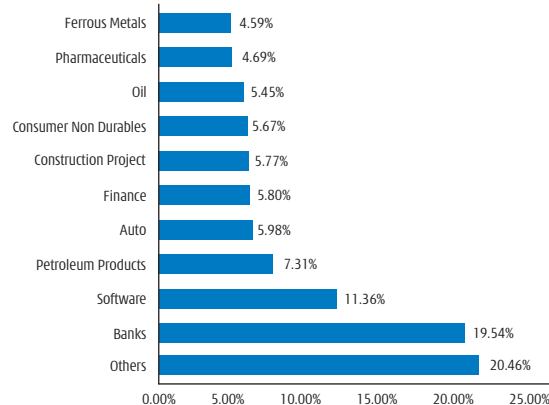
AUM as on 29th April, 2011¹

₹ 40.21 Crores

Portfolio	Ratings / Industry	% of Net Assets
Shares		96.62
ICICI Bank Ltd.	Banks	8.11
Reliance Industries Ltd.	Petroleum Products	7.31
Infosys Technologies Ltd.	Software	7.05
Larsen & Toubro Ltd.	Construction Project	5.77
HDFC Bank Ltd.	Banks	4.92
HDFC Ltd.	Finance	4.20
Tata Steel Ltd.	Ferrous Metals	3.82
ITC Ltd.	Consumer Non Durables	3.61
Oil & Natural Gas Corporation Ltd.	Oil	3.40
Tata Consultancy Services Ltd.	Software	3.38
Tata Motors Ltd.	Auto	2.87
Axis Bank Ltd.	Banks	2.46
GAIL (India) Ltd.	Gas	2.34
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	2.27
Crompton Greaves Ltd.	Industrial Capital Goods	2.24
Mahindra & Mahindra Ltd.	Auto	2.12
Cairn India Ltd.	Oil	2.05
State Bank of India	Banks	2.05
Punjab National Bank	Banks	2.00
Hindalco Industries Ltd.	Non - Ferrous Metals	1.93
Rallis India Ltd.	Pesticides	1.65
Bharti Airtel Ltd.	Telecom - Services	1.64
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	1.64
Grasim Industries Ltd.	Textile Products	1.40
ACC Ltd.	Cement	1.36
NTPC Ltd.	Power	1.30
Lupin Ltd.	Pharmaceuticals	1.05
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	1.01
Bajaj Auto Ltd.	Auto	0.99
Educomp Solutions Ltd.	Software	0.93
Radico Khaitan Limited	Consumer Non Durables	0.92
Blue Star Ltd.	Consumer Durables	0.88
IDFC Ltd.	Finance	0.84
Coromandel International Ltd.	Fertilisers	0.80
Bhushan Steel Ltd.	Ferrous Metals	0.77
Rural Electrification Corporation Ltd.	Finance	0.76
Others		4.78
Money Market Instruments		3.38
CBLO		2.64
Cash and Cash equivalents		0.74
Total		100.00



Asset Allocation



Sector Allocation in Equity

Performance as on 29th April, 2011

Period	Pramerica Equity Fund - Growth Option	S&P CNX Nifty
6 Months	--	--
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 6 Dec. 2010)	-4.9000%	-4.0511%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend option for the investor would be net of the dividend distribution tax and statutory levy as applicable.

The returns shown above in the table are absolute return, as the Scheme has been in existence for less than 1 year since initial allotment on closure of NFO.

¹Being 30th April, 2011 was a non-business day

Investment Objective

The objective of the scheme is to achieve long term capital appreciation by investing in an actively managed diversified portfolio consisting of equity and equity related securities including derivatives, debt & money market instruments. However, there is no assurance that the investment objective of the scheme will be realized and the scheme does not assure or guarantee any returns

Date of initial allotment

December 6, 2010

Fund Manager & his experience

Ravi Gopalakrishnan (For Equity portfolio)
Over 20 years of experience in financial services and capital markets

Mahendra Jajoo

(For Debt portfolio)
Over 20 years of experience in financial services and capital markets

Option

Growth & Dividend

Facilities (Under Dividend Option)

Dividend Reinvestment
Dividend Payout

Default Option

Default Option: Growth
Default Dividend Facility: Dividend Reinvestment

Benchmark Index²

A Hybrid Benchmark with 50% weight to S&P CNX Nifty and 50% weight to CRISIL MIP Index

NAV as on 29th April 2011⁴

Option	NAV (in ₹)
Growth	9.7400
Dividend	9.7400

Ratios

Since the scheme has been launched on December 2010 and the performance history is available only for a very short period, Standard Deviation, R-Squared, Beta, Sharpe Ratio, and Portfolio Turnover have not been computed for this month.

Maturity Profile

Below or equal to 91 days	27.42%
Above 91 days	3.92%

Maturity & Yield

Yield To Maturity	8.09%
Average Maturity	71 days

Modified Duration

65 days

Actual Expense Ratio

2.46%

Minimum Investment Amount

₹ 5,000/- and in multiples of ₹ 1/- thereafter

Minimum Additional Purchase Amount

₹ 500/- and in multiples of ₹ 1/- thereafter

Load Structure

Entry Load: Not Applicable

Exit Load:

If the Units are Redeemed / Switched-out within 365 days of allotment, (i.e., on or before 365 days)-- @ 1%

If the Units are Redeemed / Switched-out after 365 days-- NIL

AUM as on 29th April, 2011⁴

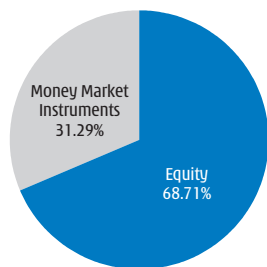
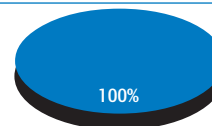
₹ 120.51 Crores

Portfolio	Ratings / Industry	% of Net Assets
Shares		68.71
ICICI Bank Ltd.	Banks	5.80
Reliance Industries Ltd.	Petroleum Products	5.27
Infosys Technologies Ltd.	Software	5.03
Larsen & Toubro Ltd.	Construction Project	4.13
HDFC Bank Ltd.	Banks	3.50
HDFC Ltd.	Finance	2.98
Tata Steel Ltd.	Ferrous Metals	2.75
ITC Ltd.	Consumer Non Durables	2.55
Tata Consultancy Services Ltd.	Software	2.41
Oil & Natural Gas Corporation Ltd.	Oil	2.39
Tata Motors Ltd.	Auto	2.01
Axis Bank Ltd.	Banks	1.80
GAIL (India) Ltd.	Gas	1.66
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	1.60
Crompton Greaves Ltd.	Industrial Capital Goods	1.58
Mahindra & Mahindra Ltd.	Auto	1.50
State Bank of India	Banks	1.47
Cairn India Ltd.	Oil	1.46
Hindalco Industries Ltd.	Non - Ferrous Metals	1.44
Punjab National Bank	Banks	1.40
Rallis India Ltd.	Pesticides	1.24
Bharti Airtel Ltd.	Telecom - Services	1.17
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	1.15
Grasim Industries Ltd.	Textile Products	0.96
ACC Ltd.	Cement	0.93
NTPC Ltd.	Power	0.89
Lupin Ltd.	Pharmaceuticals	0.74
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.71
Bajaj Auto Ltd.	Auto	0.70
Educomp Solutions Ltd.	Software	0.66
IDFC Ltd.	Finance	0.61
Radico Khaitan Limited	Consumer Non Durables	0.61
Blue Star Ltd.	Consumer Durables	0.60
Coromandel International Ltd.	Fertilisers	0.58
Bhushan Steel Ltd.	Ferrous Metals	0.54
Rural Electrification Corporation Ltd.	Finance	0.54
Others		3.35
Money Market Instruments		31.29
CERTIFICATE OF DEPOSITS		20.21
Punjab National Bank	PR1+	8.15
Vijaya Bank	PR1+	8.14
Canara Bank	A1+	3.92
CBLO		11.04
Cash and Cash Equivalents		0.04
Total		100.00

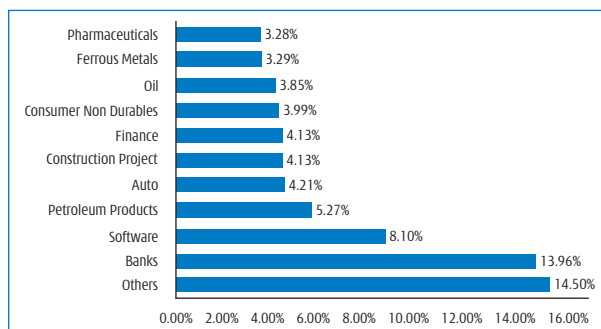
Ratings Profile of the Money Market Instruments

P1+/PR1+/A1+/F+(ind)¹ 100 %

¹Cash & cash equivalents are considered to be of AAA ratings quality.



Asset Allocation



Sector Allocation in Equity

Performance as on 29th April, 2011⁴

Period	Pramerica Dynamic Fund - Growth Option	CRISIL Hybrid Index ³
6 Months	--	--
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 6 Dec. 2010)	-2.6000%	-0.8905%

The performance shown above is in respect of the Growth Option. Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments. Performance of the dividend option for the investor would be net of the dividend distribution tax, and statutory levy, as applicable.

The returns shown above in the table are absolute returns, since the Scheme has been in existence for less than 1 year since initial allotment on closure of NFO.

²Benchmark is a Hybrid Index with 50% weight to CNX S&P Nifty and 50% weight to CRISIL MIP Index

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⁴Being 30th April, 2011 was a non-business day



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Statutory Details: Pramerica Mutual Fund is set up as a Trust under the Indian Trusts Act, 1882 and registered with SEBI. Sponsor: Prudential Financial, Inc. (PFI) of the United States of America [liability restricted to initial contribution of ₹ 1 Lac towards the corpus of the Mutual Fund]. [Pramerica is the brand name used by Prudential Financial, Inc. (PFI) of the United States and its affiliates in select countries outside of the United States. Pramerica, the Pramerica logo, and the Rock symbol are service marks of PFI and its related entities, registered in many jurisdictions worldwide Prudential Financial, Inc. of the United States is not affiliated in any manner with Prudential plc, a company incorporated in the United Kingdom.] Trustee: Pramerica Trustees Private Limited Investment Manager: Pramerica Asset Managers Private Limited.

Mutual Fund Investments are subject to market risks. Please read the Scheme Information Documents and the Statement of Additional Information carefully before investing.