

FUND FACT SHEET

May 2011



Pramerica

MUTUAL FUND



Market Round - Up : Fixed Income

In its monetary policy statement presented on May 3, 2011, RBI hiked repo rate by 50 bps and thus signaled further intensifying of fight against consistently stubborn inflation. With RBI moving into the higher gear, fixed income markets returned one of the worst one month performances in recent times. Benchmark 10-year government bond yield moved up 28 bps to 8.41%. Just to put things in perspective, 10-year yields had moved up by all of 30 bps from 7.83% to 8.13% since March 2010, the beginning of current tightening cycle. 1-year treasury bill yields that had moved 50 bps from 7.25% in November '10 following the last major liquidity crisis to 7.75% at April '11 end, moved by 60 bps during the month of May '11 to 8.35%. RBI announced a series of auctions of cash management bills to balance the excess liquidity in April '11 and also enhanced the auction amount for treasury bills.

Liquidity turned progressively more negative during the month. Towards month-end, outstanding balances in LAF hit a low of ₹ (-)850 bn compared with high of ₹ (-)35 bn in early parts. This was the direct impact of large amounts of issue of cash management bills and increase in auction size of treasury bills. Large income tax refunds of approximately ₹ 300 bn are also expected to have added to the tight liquidity. With RBI's stated stance of maintaining moderate negative liquidity and advance tax outflows in June, situation is likely to remain unchanged in next month.

Crude oil prices suffered first monthly decline after a gap of three months. Margin on futures contract was revised upwards by the exchanges leading to some unwinding of positions by traders. Simultaneously, continued tightening by Chinese and Indian central banks and resurfacing of European debt crisis particularly of Greece led to expectations of a demand slow down going forward. Nymex crude oil contracts traded at a low of USD 97/bbl in mid-month before closing at US 102.7/bbl. This is down almost 11% compared to last month's closing price of USD 113.93/bbl. However, domestic petrol prices were revised up by Rs 5/liter during the month. Further, diesel and LPG prices are expected to be revised up in June. As such, while global crude prices seem to be stabilizing for now, there is hardly any immediate reprieve for domestic consumers.

Not surprising therefore that inflation continues to remain the primary concern at the moment. WPI inflation for April stood at 8.66%, marginally lower than 9.04% in March but still significantly higher than analyst estimate of 8.30%. In the near term, as discussed in previous months, inflation is expected to keep hugging the 9% mark. Monsoon, due to arrive in June in most parts of country will provide some early indications of the trajectory of food prices.

In keeping with the trend in G-Sec and T-Bills market, Short-term money market rates also moved up sharply during the month. 3M bank CD rates were up almost a full 1% at around 9.80%. 1-year Bank CD rates were up a modest 25 bps at 10.05%. With RBI announcing a series of auctions of cash management bills to drain excess liquidity, inflation remaining high and liquidity expected to be negative, short term rates may move still higher in June.

Current assessment suggests that short-term rates have moved up sharply in last two months and are now approaching the recent highs of March '11. 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 move in May '11. Visibility on long term rates still remains poor as one still needs to get a fair hang on three key factors - 1. Crude oil prices, 2. Monsoon and 3. Credit demand. In the medium term, till the time a clear trend is available on these parameters, long term rates should remain range bound with marginal upward bias. In June '11, with GDP for Jan-March quarter coming in at 7.8%, an expected slowdown in growth and reassuring statements from government sources about maintain a fiscal deficit target of 4.5% may help sentiments in bond markets, particular following a sharp correction in May.

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:

India's Q4 GDP came in at 7.8%, as against market expectations of 8%+. Despite this, the economic activity is showing some signs of a moderate pick up as was evident from the IIP numbers which grew by 7.3% in March compared to 3.7% in February. Reserve Bank of India (RBI) in its policy review in May 2011 surprised the market and increased repo and reverse repo rates by 50 bps, which was higher than the usual 25bps increase in the last few occasions. This is likely to have a moderating impact on India's GDP estimates which is expected to grow at a lower rate of 8 - 8.25% in FY12 as compared to 8.5% growth in FY11.

Q4 Results:

The 4th quarter results for Nifty 50 universe showed an increase of 23% in Sales and 13% in PAT (adjusted). While the sales growth has been robust, the PAT numbers were below estimates given the rising input costs and higher interest charges.

Stock Markets:

The markets began the month on a subdued note but fell soon after RBI announced a 50 bps increase in interest rates. The Nifty index declined by 3.3% during the month.

Foreign Institutional investors were net sellers in May '11 of US\$ 580mn. The Rupee depreciated by 1.9% vs the US\$ to Rs. 45.06 during the month.

Some of the sectors that outperformed the Nifty during the month include Healthcare (+6.4%) and Consumer Staples (+3.7%). Sectors that under performed include Utilities (-7.8%), Materials (-7.2%), and Telecom (-6.0%).

Outlook:

The markets continue to remain in a range as the overhang of rising inflation and a perceived slow down in the economy continued to weigh down on investor sentiments. Our interaction with managements from some of the leading companies leads us to believe that the slowdown has largely been on account of lack of clarity on the policy front due to which there has been significant delay in order bookings. Some of these orders have now begun to flow, which gives us the confidence that the economy is likely to recover in second half of FY2012. With the state elections now out of the way, some of the key bills are expected to be cleared in the monsoon session of the Parliament, which in turn is likely to revive the economy. Forecasts of the normal monsoon and further moderation in oil prices will act as positive triggers for the markets going forward.

The market in the near term, is likely to remain rangebound given the macro headwinds of rising inflation and interest rates. We believe, once the economy starts to gain traction, the market will once again start focusing on the long term fundamentals and resume its upward momentum.



Ravi Gopalakrishnan,
Executive Director & CIO - Equity

'SIP' comes to Bollywood



Ashish Sethiya
Head - Knowledge Management

Cinema is one medium which very closely reflects current social, economical or political environment of a country. More so in India, which churns out the large number of films every year, reel life and real life are almost like mirror images of each other.

For instance, let's look at 70s & 80s; there was anger towards the system amongst the youth at that time, which was reflected in movies like Deewaar, Zanjeer and many others. Similarly, a lot of movies released around that time were based on gold smuggling as there were import restrictions on gold and there was a significant price disparity between domestic and international gold prices leading to rampant smuggling.

In the 90s, many movies were based on the class divide between the hero and heroine and their families were against their union, reflecting the economic status of unemployed youth & the non-acceptance of love marriages in the society. This decade also saw quite a few movies based on dowry & related issues again taking from one of the most talked about social issues at that point in time.

The early 2000's saw the emergence of success stories of Indians who had migrated to foreign countries and had done very well for themselves, and became very wealthy. This was also reflected in Bollywood with a lot of movies being made on NRIs, for example, Dilwale Dulhania Le Jayenge, Kabhi Khushi Kabhi Gham and Pardes.

After 9/11 and 26/11, Indian cinema has been focusing on issues like terrorism in movies like 'New York', 'Wednesday' and 'My name is Khan'. The last couple of years have seen movies being made on the lifestyle of modern Indian couples living in metros, in movies like 'Life in a Metro' or 'Dhobi Ghat'.

The point is that if Bollywood is talking about any theme then the whole of India starts talking about it. In short, Bollywood knows the pulse and mood of the country, which is reflected in the movies.

So when in recent movies like "Shor in the City" and "Love U...Mr. Kalakaar", the actors mention SIP (short for Systematic Investment Plan), it's a sign that the SIP concept is on its way to become a mainstream idea from a niche or new idea couple of years ago. Over the years, mutual fund companies and distributors have made great efforts towards popularizing the investor friendly SIP concept and it's heartening to see the efforts bearing fruit in various media, including movies.

As an industry in general and as a mutual fund in particular, we have always maintained that SIP is a great investing tool. We at Pramerica Mutual Fund would sincerely urge investors, who have not yet taken the benefit of investing through SIP, to go for it and to our distributors to go all out and use this opportunity to further promote this concept.

SIP comes to Bollywood, because SIP is the IN thing ! Try investing in SIP with a small amount and watch your investments build up over time!

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 31st May 2011

Option	NAV (in ₹)
Growth	1060.2160
Daily Dividend	1000.0950
Weekly Dividend	1000.0304
Fortnightly Dividend	1001.1354
Monthly Dividend	1001.1366

Maturity Profile

Below or equal to 91 days 100%

Maturity & Yield

Yield To Maturity 8.42%

Average Maturity 30 days

Modified Duration

28 days

Actual Expense Ratio

0.24%

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

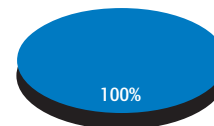
CRISIL Rating³

AAAF

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		
Punjab National Bank	PR1+	15.02
Bank of India	P1+	10.02
HDFC Bank Ltd.	PR1+	8.04
ICICI Bank Ltd.	A1+	7.96
Vijaya Bank	PR1+	6.96
Corporation Bank	P1+	5.04
State Bank of India	P1+	5.04
Allahabad Bank	P1+	4.94
Andhra Bank	PR1+	4.00
Punjab and Sind Bank	A1+	1.99
Dhanlaxmi Bank Ltd.	PR1+	1.01
Canara Bank	P1+	1.00
COMMERCIAL PAPER		
National Engineering Industries Ltd.	PR1+	8.01
ICICI Securities Primary Dealership Ltd.	P1+	5.01
Future Value Retail Limited	PR1+	5.00
Religare Finvest	A1+	5.00
Godrej Agrovet Limited	A1+	4.02
Muthoot Fincorp. Limited	P1+	1.00
Cash & Cash Equivalents		0.94
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-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
11-May-11	2.649840	1003.3663	1000.0000
26-May-11	2.680677	1003.4145	1000.0090
Monthly Dividend Payout Option			
27-Mar-11	5.072020	1006.4762	1000.0002
26-Apr-11	5.609630	1007.1263	1000.0000
26-May-11	5.340809	1006.7939	1000.0091

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 31st May 2011

Period	Pramerica Liquid Fund – Growth Option	CRISIL Liquid Fund Index
7 days	8.2336%	7.8486%
15 days	8.2945%	7.6627%
30 days	8.2267%	7.6366%
3 Months	8.5119%	7.8099%
6 Months	8.3319%	7.7902%
1 Year	-	-
3 Years	-	-
Since Inception (i.e., 27 Aug 2010)	7.9061%	7.3337%

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 AAFA 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.

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 31st May 2011

Option	NAV (in ₹)
Growth	1057.8722
Daily Dividend	1000.3500
Weekly Dividend	1000.2608
Fortnightly Dividend	1001.4627
Monthly Dividend	1001.4273

Maturity Profile

Below or equal to 91 days	88.24%
Above 91 days	11.76%

Maturity & Yield

Yield To Maturity	8.70%
Average Maturity	52 days

Modified Duration

47 days

Actual Expense Ratio

0.19%

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

CRISIL Rating³

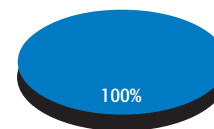
AAAF

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		
Bank of India	P1+	9.35
Central Bank of India	PR1+	9.35
Punjab National Bank	PR1+	6.54
Punjab and Sind Bank	A1+	6.49
Vijaya Bank	PR1+	6.49
State Bank of India	P1+	4.68
UCO Bank	P1+	4.66
State Bank of Travancore	P1+	4.52
Canara Bank	P1+	3.76
Union Bank of India	P1+	3.73
State Bank of Patiala	P1+	2.71
Federal Bank Ltd.	P1+	1.85
Axis Bank Ltd.	A1+	0.07
COMMERCIAL PAPER		
Religare Finvest	A1+	11.09
Muthoot Fincorp. Limited	P1+	7.48
ICICI Securities Primary Dealership Ltd.	P1+	4.68
Shoppers Stop Limited	F1 (ind)	4.67
Religare Finvest*	A1+	4.50
Future Capital Holdings Limited.	PR1+	1.83
Cash and Cash Equivalents		
		1.55
Total		100.00

Ratings Profile

P1+/PR1+/A1+/F1+(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	2.275585	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
11-May-11	2.983560	1003.6164	1000.2295
26-May-11	3.078400	1003.7930	1000.2984
Monthly Dividend Payout Option			
28-Mar-11	5.938783	1006.8401	1000.0793
26-Apr-11	6.868964	1007.8567	1000.0591
26-May-11	6.093407	1007.1801	1000.2629

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.

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

Performance as on 31st May, 2011

Period	Pramerica Ultra Short Term Bond Fund – Growth Option	CRISIL Liquid Fund Index
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 24 Sept.2010)	5.7872%	5.0793%

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.

* Maturity greater than 3 months

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 31st May 2011

Option	NAV (in ₹)
Growth	1035.6085
Weekly Dividend	1001.8000
Fortnightly Dividend	1001.6427
Monthly Dividend	1001.4890

Maturity Profile

Below or equal to 91 days	68.26%
Above 91 days	31.74%

Maturity & Yield

Yield To Maturity	9.65%
Average Maturity	102 days

Modified Duration

92 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 :

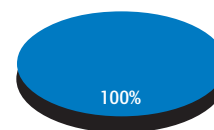
@ 0.25% for redemptions/switch-outs before 3 months from the date of allotment

NIL for redemptions/switch-outs on or after 3 months from the date of allotment

Portfolio	Ratings	% of Net Assets
CERTIFICATE OF DEPOSITS		60.69
Federal Bank Ltd.	P1+	15.56
ICICI Bank Ltd.	A1+	11.24
Canara Bank	P1+	11.20
Tamilnad Mercantile Bank Limited	P1+	5.81
Indian Overseas Bank	P1+	5.64
Union Bank of India	P1+	5.64
Vijaya Bank	PR1+	5.60
COMMERCIAL PAPER		38.30
Religare Finvest	A1+	15.97
Motilal Oswal Financial Services Ltd.	P1+	11.12
Religare Finvest*	A1+	5.65
Future Capital Holdings Limited	PR1+	5.56
Cash and Cash Equivalents		1.01
Total		100.00

Ratings Profile

P1+/PR1+/A1+/F1+(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			
13-Apr-11	5.543401	1007.6960	1001.4032
26-Apr-11	4.064220	1005.4438	1000.8301
11-May-11	4.145423	1005.5150	1000.8091
26-May-11	3.471200	1004.3709	1000.4304
Monthly Dividend Payout Option			
26-Apr-11	9.616907	1011.7646	1000.8476
26-May-11	7.782178	1009.1110	1000.2768

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 31st May, 2011

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)	3.5609%	2.2103%

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.

* Maturity greater than 3 months

(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

April 5, 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 31st May 2011

Option	NAV (in ₹)
Growth	10.0880
Monthly Dividend	10.0852

Maturity Profile

Below or equal to 91 days	53.95%
Above 91 days	27.90%

Maturity & Yield

Yield To Maturity	9.59%
Average Maturity	102 days

Modified Duration

93 days

Actual Expense Ratio

2.25%

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 within 365 days of allotment @ 1%

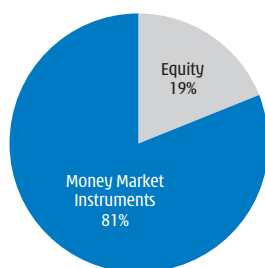
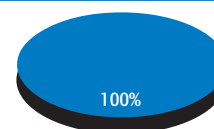
If Units are Redeemed / Switched-out after 365 days of allotment- NIL

Portfolio	Ratings / Industry	% of Net Assets
Money Market Instruments		77.69
CERTIFICATE OF DEPOSITS		55.61
Federal Bank Ltd.	P1+	15.74
Vijaya Bank	PR1+	15.16
Canara Bank	P1+	11.27
State Bank of Patiala	P1+	7.38
Punjab National Bank	PR1+	4.56
ICICI Bank Ltd.	A1+	1.50
COMMERCIAL PAPER		22.08
Future Capital Holdings Limited.	PR1+	7.51
Motilal Oswal Financial Services Ltd.	P1+	7.51
Religare Finvest	A1+	7.06
Shares		19.25
Reliance Industries Ltd.	Petroleum Products	1.55
Infosys Technologies Ltd.	Software	1.28
HDFC Bank Ltd.	Banks	1.00
Housing Development Finance Corporation Ltd.	Finance	1.00
ICICI Bank Ltd.	Banks	1.00
I T C Ltd.	Consumer Non Durables	0.97
Larsen & Toubro Ltd.	Construction Project	0.88
Axis Bank Ltd.	Banks	0.80
State Bank of India	Banks	0.79
Tata Consultancy Services Ltd.	Software	0.77
Tata Steel Ltd.	Ferrous Metals	0.77
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	0.76
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	0.61
ACC Ltd.	Cement	0.58
Bharti Airtel Ltd.	Telecom - Services	0.58
Punjab National Bank	Banks	0.58
Oil & Natural Gas Corporation Ltd.	Oil	0.46
Tata Motors Ltd.	Auto	0.46
Hindalco Industries Ltd.	Non - Ferrous Metals	0.40
Bajaj Auto Ltd.	Auto	0.39
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.39
Grasim Industries Ltd.	Textile Products	0.39
Bharat Forge Ltd.	Industrial Products	0.38
Cipla Ltd.	Pharmaceuticals	0.38
GAIL (India) Ltd.	Gas	0.38
Petronet LNG Ltd.	Gas	0.38
Mahindra & Mahindra Ltd.	Auto	0.37
NTPC Ltd.	Power	0.37
Dish TV Limited	Media & Entertainment	0.20
Cadila Healthcare Ltd.	Pharmaceuticals	0.19
Zee Entertainment Enterprises Ltd.	Media & Entertainment	0.19
Cash and Cash Equivalents		3.06
Total		100.00

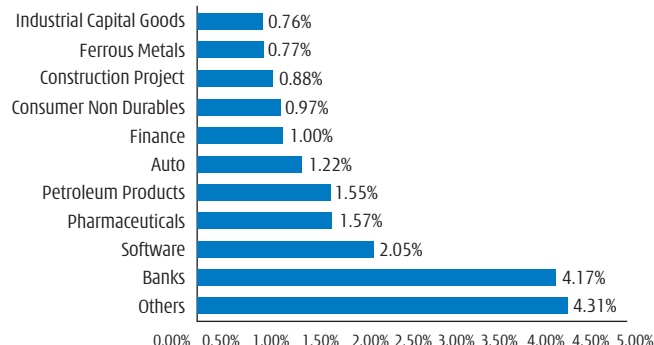
Ratings Profile of the Money Market Instruments

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 31st May, 2011

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)	0.8800%	-0.9445%

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.

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 31st May 2011

Option	NAV (in ₹)
Growth	9.1800
Dividend	9.1800

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

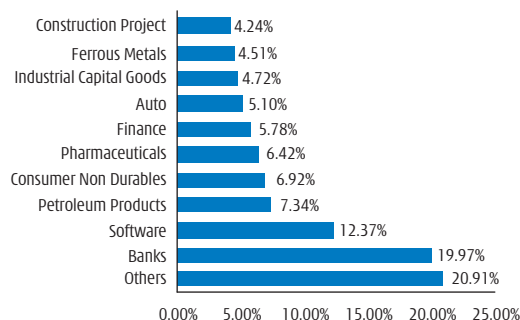
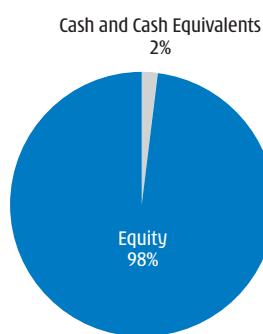
Entry Load: Not Applicable

Exit Load:

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

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

Portfolio	Ratings / Industry	% of Net Assets
Shares		98.28
ICICI Bank Ltd.	Banks	8.20
Reliance Industries Ltd.	Petroleum Products	7.34
Infosys Technologies Ltd.	Software	7.01
HDFC Bank Ltd.	Banks	5.33
Tata Consultancy Services Ltd.	Software	4.43
Larsen & Toubro Ltd.	Construction Project	4.24
Housing Development Finance Corporation Ltd.	Finance	4.22
Tata Steel Ltd.	Ferrous Metals	3.78
ITC Ltd.	Consumer Non Durables	3.77
State Bank of India	Banks	3.46
Bharti Airtel Ltd.	Telecom - Services	2.98
Tata Motors Ltd.	Auto	2.64
Crompton Greaves Ltd.	Industrial Capital Goods	2.43
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	2.29
GAIL (India) Ltd.	Gas	2.27
Oil & Natural Gas Corporation Ltd.	Oil	2.20
Axis Bank Ltd.	Banks	2.05
Mahindra & Mahindra Ltd.	Auto	1.96
Hindalco Industries Ltd.	Non - Ferrous Metals	1.83
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	1.74
Rallis India Ltd.	Pesticides	1.62
Grasim Industries Ltd.	Textile Products	1.37
ACC Ltd.	Cement	1.30
NTPC Ltd.	Power	1.24
Lupin Ltd.	Pharmaceuticals	1.17
Cadila Healthcare Ltd.	Pharmaceuticals	1.03
Bharat Forge Ltd.	Industrial Products	1.02
Cipla Ltd.	Pharmaceuticals	1.02
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	1.02
CESC Ltd.	Power	0.99
Petronet LNG Ltd.	Gas	0.99
Glaxosmithkline Pharmaceuticals Ltd.	Consumer Non Durables	0.98
Educomp Solutions Ltd.	Software	0.93
Punjab National Bank	Banks	0.93
Radico Khaitan Limited	Consumer Non Durables	0.88
Infrastructure Development Finance Co. Ltd.	Finance	0.86
Coromandel International Ltd.	Fertilisers	0.80
Jubilant Foodworks Limited	Consumer Non Durables	0.79
IL&FS Transportation Networks Ltd.	Transportation	0.74
Bhushan Steel Ltd.	Ferrous Metals	0.73
Rural Electrification Corporation Ltd.	Finance	0.70
Others		3.00
Cash and Cash equivalents		1.72
Total		100.00



Performance as on 31st May, 2011

Period	Pramerica Equity Fund - Growth Option	S&P CNX Nifty
6 Months	--	--
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 6 Dec. 2010)	-8.2000%	-7.2110%

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.

Investment Objective

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Dividend Payout

Default Option

Default Option: Growth

Default Dividend Facility: Dividend Reinvestment

Benchmark Index^{2,3}

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

NAV as on 31st May 2011

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.

Maturity Profile

Below or equal to 91 days	27.45%
Above 91 days	4.00%

Maturity & Yield

Yield To Maturity	8.89%
Average Maturity	61 days

Modified Duration

56 days

Actual Expense Ratio

2.50%

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%

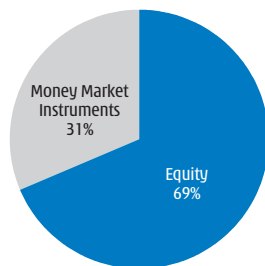
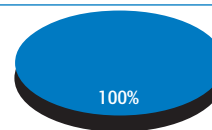
If the Units are Redeemed / Switched-out after 365 days-- NIL

Portfolio Shares	Ratings / Industry	% of Net Assets
		69.42
ICICI Bank Ltd.	Banks	5.86
Reliance Industries Ltd.	Petroleum Products	5.24
Infosys Technologies Ltd.	Software	5.00
HDFC Bank Ltd.	Banks	3.83
Tata Consultancy Services Ltd.	Software	3.14
Housing Development Finance Corporation Ltd.	Finance	3.02
Larsen & Toubro Ltd.	Construction Project	2.99
Tata Steel Ltd.	Ferrous Metals	2.73
I T C Ltd.	Consumer Non Durables	2.69
State Bank of India	Banks	2.42
Bharti Airtel Ltd.	Telecom - Services	2.10
Tata Motors Ltd.	Auto	1.86
Crompton Greaves Ltd.	Industrial Capital Goods	1.73
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	1.63
GAIL (India) Ltd.	Gas	1.62
Oil & Natural Gas Corporation Ltd.	Oil	1.54
Axis Bank Ltd.	Banks	1.42
Mahindra & Mahindra Ltd.	Auto	1.40
Hindalco Industries Ltd.	Non - Ferrous Metals	1.36
Sun Pharmaceutical Industries Ltd.	Pharmaceuticals	1.23
Rallis India Ltd.	Pesticides	1.20
Grasim Industries Ltd.	Textile Products	0.94
ACC Ltd.	Cement	0.90
NTPC Ltd.	Power	0.84
Lupin Ltd.	Pharmaceuticals	0.80
Bharat Forge Ltd.	Industrial Products	0.70
Cadila Healthcare Ltd.	Pharmaceuticals	0.70
Cipla Ltd.	Pharmaceuticals	0.70
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	0.70
Petronet LNG Ltd.	Gas	0.68
CESC Ltd.	Power	0.67
Glaxosmithkline Pharmaceuticals Ltd.	Consumer Non Durables	0.67
Educomp Solutions Ltd.	Software	0.65
Punjab National Bank	Banks	0.63
Infrastructure Development Finance Co. Ltd.	Finance	0.60
Radico Khaitan Limited	Consumer Non Durables	0.58
Coromandel International Ltd	Fertilisers	0.56
Jubilant Foodworks Limited	Consumer Non Durables	0.55
Bhushan Steel Ltd.	Ferrous Metals	0.50
Rural Electrification Corporation Ltd.	Finance	0.49
Others		2.55
Money Market Instruments		28.20
CERTIFICATE OF DEPOSITS		19.82
Canara Bank	P1+/A1+	8.13
Punjab National Bank	PR1+	7.52
Vijaya Bank	PR1+	4.17
COMMERCIAL PAPER		8.38
Religare Finvest	A1+	8.38
Cash and Cash Equivalents		2.38
Total		100.00

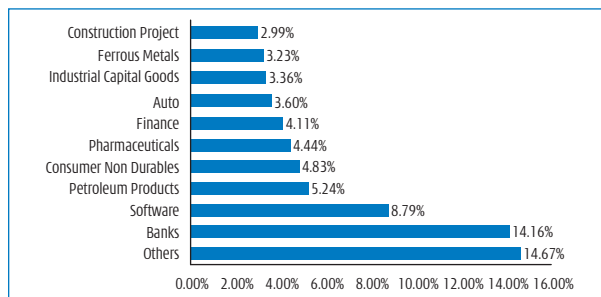
Ratings Profile of the Money Market Instruments

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 31st May, 2011

Period	Pramerica Dynamic Fund - Growth Option	CRISIL Hybrid Index ^{2,3}
6 Months	--	--
1 Year	--	--
3 Year	--	--
Since Inception (i.e., 6 Dec. 2010)	-4.9000%	-3.9743%

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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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.