



Indiabulls
MUTUAL FUND

■ **FUND FACTSHEET**
AS ON 28 FEBRUARY 2013

DEBT MARKET COMMENTARY

The union budget for the fiscal year 2013-14 remained the major event for the month. The fiscal deficit was pegged at 4.8% of GDP against estimation of 5.2% for the current fiscal. The net and gross market borrowing is estimated at Rs 4.84 lakh crore and Rs 6.29 lakh crore respectively. The ten year benchmark which remained in the range of 7.80%-7.85% before the policy sharply unwind the gains and moved higher to cross 7.90% mark and closed the month at 7.91%, 4bps higher than the previous month's close of 7.87%. The selling pressure percolated to corporate bonds as well. The yield in AAA rated 5 year and 10 year corporate paper ranged between 8.89%-8.91%. Traditionally the month of March has seen pressure on the money market segment and this year was no exception. The tight liquidity conditions and issuance pressure saw the rates in three months CDs rise sharply to close the month in the range of 9.55%-9.60% with 1 year closing in the range of 9.34%-9.39%.

Debt market review:

- The budget pegged the centre's fiscal deficit for the fiscal year 2013 and 2014 at 5.2% and 4.8% of GDP respectively.
- The Plan Expenditure in FY14 to grow at 29.4% over Revised Estimates for FY13.
- The market net market borrowings for FY14 is estimated to be around Rs 4.84 lakh crore with gross borrowing at Rs 6.29 lakh crore.
- The index of industrial production (IIP) for the month of December came at -0.6% against November reading of 0.84%.
- The WPI inflation for the month of January was a big plus for the bond market coming at 6.62% against the December reading of 7.18%. Core inflation showed a marginal decline to 4.10% from 4.20%.
- Trade deficit for the month of January increased to \$20.00 bln from \$17.62 recorded in the month of December. The positive was the improvement in exports to \$25.59bln from \$24.88bln
- Third quarter GDP coming at 4.5% against the previous quarter figure of 5.3%. Growth during the first nine months of the year has averaged 5.1%.
- Ten year benchmark closed at 7.87% against the previous month closing level of 7.91%.
- Yield in 5 year and 10 year AAA rated corporate bonds closed in the range of 8.89%-8.91%.
- 3 months and 1 year CDs got issued in the range of 9.55%-9.60% and 9.34%-9.39% respectively by the month's close.
- The market borrowed Rs.29,58,750 crore under LAF during the month at a daily average of 1,05,669.64 crore

EQUITY MARKET COMMENTARY

- The Union budget fell short of market expectations. There were no 'out of the box' ideas to revitalise the investment cycle or to assuage the key concerns on an unsustainably high level of current account deficit (CAD) and decline in financial savings.
- A significant positive, Finance Minister delivered FY13 fiscal deficit at 5.2% and stuck to the fiscal consolidation roadmap by pegging the fiscal deficit at 4.8% of FY14 GDP, relying largely on strong growth in revenue receipts and decline in subsidies.
- The saving grace was that it was not a populist budget.
- Q3 GDP growth at 4.5% was the lowest since March 09 and was below consensus expectations of 4.9% led by a broad-based slowdown due to aggressive spending cuts by Government to curtail fiscal deficit.
- On the positive side, India's Mfg. PMI picked up marginally to 54.2 in February and eight industries core growth for January picked up to 3.7%.
- Industrial production contracted 0.6% in December, dragged down by a stagnating manufacturing sector and problems in the mining sector.
- January WPI inflation came in at 6.6%, below consensus expectations of 6.9% and at three-year lows, as core inflation declined further to 4.0% from 4.1% earlier.
- CPI based inflation continues to be cause of concern, touching a record of 10.79% in January since the new index's inception a year earlier. It stood at 10.56% in the previous month.
- In Q3FY13, revenue growth of Sensex companies continued to weaken and declined to 9.1%, compared to 12.8% in Q2FY13, and came in below consensus expectation of 10.2%. PAT growth came in at 5.7%, though marginally higher than 5.2% in Q2FY13 was below market expectations.
- Global economic environment showed some signs of distress with politicians in US failing to reach an agreement on spending cuts. Italian elections threw up surprise which was messier than expected, raising fresh concerns on the debt crisis.
- Macro data from Eurozone is reflecting a steep divide, with German economy getting stronger, while others including France slipping deeper in recession. However with inflation easing, there is a possibility of more monetary stimulus from the ECB.
- China has again started showing signs of slowdown, probably a reflection of credit squeeze being applied to curb the property bubble.
- In Japan, appointment of Haruhiko Kuroda as the next Governor of the Bank of Japan has paved way for fresh monetary stimulus being injected in the economy.

Outlook

- FII's have pumped in close to \$8.24 billion into Indian stocks in last two months, on the hopes of continued reforms.
- Finance Minister has promised more announcements during the current budget session. We would keenly watch those announcements.
- In the backdrop of weak global environment, falling domestic growth and lackluster budget, we are cautious on the markets over short term.
- Over medium term we remain optimistic on Indian equities based on our expectations of rate cuts by RBI, government delivering on implementation of economic reforms, consequent pickup in economic growth and corporate profitability, and strong global liquidity.

We continue to believe that India is a 'buy on dips' market for a medium to long term investor.

Indiabulls Liquid Fund

(An Open-ended Liquid scheme)

Credit Risk Rating
AAAmfs by CRISIL*

Fund Style

Credit Quality

High Mid Low

			Interest Rate Sensitivity
			High
			Mid
			Low

Fund Details

Fund Manager

Raju Sharma
Total work experience: 20 years

Benchmark Index

CRISIL Liquid Fund Index

Date of Allotment

25 October 2011

NAV as on 28 February 2013

Direct Plan - Daily Dividend Option: ₹1000.0193
Direct Plan - Growth Option: ₹1132.5645
Growth Option: ₹1132.4547
Daily Dividend Option: ₹1000.0193
Weekly Dividend Option: ₹1000.7064
Monthly Dividend Option: ₹1006.2250

Options

The Scheme offers the following Options across a common portfolio:
- Growth Option
- Dividend Option
(Daily, Weekly, Fortnightly & Monthly)

Default Option / Facility / Frequency

Default Option - Growth
Default dividend facility - Reinvestment
Default dividend frequency - Monthly

Minimum Application Amount

₹ 5,000 and in multiples of ₹ 1/- thereafter.
Minimum Additional Purchase Amount:
₹ 1,000 and in multiples of ₹ 1/- thereafter.

Load Structure

Entry Load: Not Applicable
Exit Load: Nil

SIP/STP/SWP:

STP facility is available
w.e.f 25 September 2012.

Avg. AUM for the quarter (December 2012)

₹ 1806.57 Crores

Investment Objective

To provide a high level of liquidity with returns commensurate with low risk through a portfolio of money market and debt securities with maturity of upto 91 days. However, there can be no assurance that the investment objective of the Scheme will be achieved.

PORTFOLIO

Name of Instrument/Issue	Short Term Rating of Instrument	Long Term Rating of The Issuer	% of Portfolio
Certificate of Deposits			
Canara Bank	A1+	AAA	11.48
Andhra Bank	A1+	AA+	10.70
Idbi Bank Ltd	A1+	AA+	9.19
Ing Vysya Bank Ltd	A1+	AA	8.84
Vijaya Bank	A1+	AA+	7.08
State Bank of Bikaner & Jaipur	A1+	AAA	7.08
Bank of Maharashtra	A1+	AA+	5.39
Yes Bank Limited	A1+	AA	3.58
The South Indian Bank	A1+	A+	3.58
State Bank of Mysore	A1+	AAA	3.55
Central Bank of India	A1+	AA+	1.79
Total			72.25
Commercial Papers			
Piramal Enterprises	A1+	AA	5.39
Godrej and Boyce Manufact	A1+	AA-	5.38
L&t Finance Holdings Ltd	A1+	AA+	3.60
Nirma Ltd	A1+	AA	1.79
Total			16.16
CBLO & Cash			11.58
Current Assets			
GRAND TOTAL			100.00

Quantitative Indicators

Average Maturity	Modified Duration	Gross YTM
43 Days	39.07 Days	8.64%

Dividend History - Monthly Option

Record Date	Face Value	NAV	Dividend/Unit
03-12-2012	₹ 1000	₹ 1007.4158	₹ 7.4120
01-01-2013	₹ 1000	₹ 1006.7791	₹ 6.7753
01-02-2013	₹ 1000	₹ 1007.2293	₹ 7.2255

Pursuant to payment of dividend, the NAV of the scheme will fall to the extent of dividend distribution and statutory levy (if any). Past performance may or may not be sustained in future.

Rating Profile

100.00%

A1+

Scheme Performance

Period	Indiabulls Liquid Fund (Growth Option)	Crisil Liquid Fund Index (Scheme Benchmark)	Crisil 1 Yr T-Bill Index (Additional Benchmark)
Last 7 days till 28 February 2013	8.4%	8.16%	5.06%
Last 15 days till 28 February 2013	8.39%	8.07%	5.34%
Last 30 days till 28 February 2013	8.41%	7.84%	5.02%
28 February 2012 till 28 February 2013	9.59%	8.34%	8.31%
Since Inception (CAGR)	9.67%	6.21%	7.25%
Since Inception (Value [#]) (INR)	11,324.50	11,159.17	11,122.23
NAV/ Index Value (as of 28 February 2013)	1132.45	1931.63	3565.51

*Based on investment of Rs. 10,000 made at inception. All returns are for Growth Option. Since inception returns have been calculated from the date of allotment till 28 February 2013. Returns shown for 7 days, 15 days and 30 days are computed on simple annualised basis, greater than/equal to 1 year are Compounded Annualized returns (CAGR). Past performance may or may not be sustained in future.
Raju Sharma is also the Fund Manager for Indiabulls Ultra Short Term Fund and Indiabulls Income Fund.

Indiabulls Ultra Short Term Fund

(An Open-ended Debt scheme)

Credit Risk Rating
AAA_{mf} by CRISIL*

Fund Style

Credit Quality

High Mid Low

			Interest Rate Sensitivity

High
Mid
Low

Fund Details

Fund Manager

Raju Sharma
Total work experience: 20 years
Puneet Srivastava
Total work experience: 15 years

Benchmark Index

CRISIL Liquid Fund Index

Date of Allotment

6 January 2012

NAV as on 28 February 2013

Direct Plan - Daily Dividend Option: ₹1000.3820
Direct Plan - Growth Option: ₹1115.6670
Direct Plan - Weekly Dividend Option: ₹1000.8979
Growth Option: ₹1115.4014
Daily Dividend Option: ₹1000.3784
Weekly Dividend Option: ₹1000.8855
Monthly Dividend Option: ₹1000.8301

Options

The Scheme offers the following options across a common portfolio:

- Growth
- Dividend Option
(Daily, Weekly, Fortnightly & Monthly)

Default Option / Facility

Default Option - Growth
Default Dividend Facility - Reinvestment

Minimum Application Amount

₹ 5,000 and in multiples of ₹ 1/- thereafter.
Minimum Additional Purchase Amount:
₹ 1,000 and in multiples of ₹ 1/- thereafter.

Load Structure

Entry Load: Not Applicable
Exit Load: NIL

SIP/STP/SWP:

STP facility is available
w.e.f 25 September 2012.

Avg. AUM for the quarter (December 2012)

₹ 524.19 Crores

Investment Objective

To provide liquidity with return commensurate with low risk through a portfolio of money market and debt securities. However, there can be no assurance that the investment objective of the scheme will be achieved.

PORTFOLIO

Name of Instrument/Issue	Short Term Rating of Instrument	Long Term Rating of The Issuer	% of Portfolio
Certificate of Deposits			
IDBI Bank Limited	A1+	AA+	9.76
Central Bank Of India	A1+	AA+	9.71
Oriental Bank Of Commerce	A1+	AAA	8.85
Federal Bank Ltd	A1+	AA	6.93
Syndicate Bank	A1+	AA+	6.93
Punjab National Bank	A1+	AAA	6.62
Canara Bank	A1+	AAA	5.66
ING Vysya Bank Ltd	A1+	AA	3.49
Indusind Bank Limited	A1+	AA-	2.13
Axis Bank Ltd	A1+	AAA	0.01
Total			60.08
Commercial Papers			
HDFC Ltd	A1+	AAA	6.92
Total			6.92
CBLO & Cash			33.00
Current Assets			
GRAND TOTAL			100.00

Quantitative Indicators

Average Maturity	Modified Duration	Gross YTM
80 Days	73.11 Days	8.58%

Dividend History - Monthly Option

Record Date	Face Value	NAV	Dividend/Unit
26-12-2012	₹ 1000	₹ 1007.5583	₹ 7.3139
28-01-2013	₹ 1000	₹ 1008.3919	₹ 8.1475
25-02-2013	₹ 1000	₹ 1006.7104	₹ 6.4660

Pursuant to payment of dividend, the NAV of the scheme will fall to the extent of dividend distribution and statutory levy (if any). Past performance may or may not be sustained in future.

Rating Profile

100.00%

A1+

Scheme Performance

Period	Indiabulls Ultra Short Term Fund (Growth Option)	Cril Liquid Fund Index (Scheme Benchmark)	Cril 1 Yr T-Bill Index (Additional Benchmark)
Last 7 days till 28 February 2013	7.94%	8.16%	5.06%
Last 15 days till 28 February 2013	8.13%	8.07%	5.34%
Last 30 days till 28 February 2013	8.25%	7.84%	5.02%
28 February 2012 till 28 February 2013	9.96%	8.34%	8.31%
Since Inception (CAGR)	9.98%	6.21%	7.25%
Since Inception (Value*) (INR)	11,154.00	10,975.98	10,910.81
NAV/ Index Value (as of 28 February 2013)	1115.4	1931.63	3565.51

*Based on investment of Rs. 10,000 made at inception. All returns are for Growth Option only. Since inception returns have been calculated from the date of allotment till 28 February 2013. Returns shown for 7 days, 15 days and 30 days are computed on simple annualised basis, greater than/equal to 1 year are Compounded Annualized returns (CAGR). Past performance may or may not be sustained in future. Puneet Srivastava is also the Fund Manager for Indiabulls Gilt Fund. Since Indiabulls Gilt Fund has been in existence for less than one year as on 28 February, 2013, past performance of the scheme has not been provided.

Indiabulls Gilt Fund (An Open-ended Gilt scheme)

**Credit Risk Rating
AAAmfs by CRISIL***

Fund Style

Credit Quality

High Mid Low

			Interest Rate Sensitivity

High

Mid

Low

Fund Details

Fund Manager

Puneet Srivastava
Total work experience: 15 years

Benchmark Index

CRISIL Gilt Index

Date of Allotment

10 January 2013

NAV as on 28 February 2013

Direct Plan - Bonus Option: ₹1011.4650
Direct Plan - Growth Option: ₹1011.4736
Direct Plan - Weekly Dividend Option: ₹1000.8378
Growth Option: ₹1009.7417
Weekly Dividend Option: ₹1000.7358
Fortnightly Dividend Option: ₹1000.7258
Monthly Dividend Option: ₹1000.7554

Options

The Scheme offers the following Options across a common portfolio:
Growth Option, Dividend Option & Bonus Option

Default Option / Facility / Frequency

Default Option - Growth
Default Dividend Facility - Reinvestment

Minimum Application Amount

₹ 5,000 and in multiples of ₹ 1/- thereafter.
Minimum Additional Purchase Amount:
₹ 1,000 and in multiples of ₹ 1/- thereafter.

Load Structure

Entry Load: Not Applicable
Exit Load: NIL

SIP/STP/SWP:

SIP/STP/SWP facilities are available

Investment Objective

The scheme seeks to generate income and capital appreciation by investing predominantly in sovereign securities issued by Central Government (including Treasury Bills) and/or by State Government, without any restriction on the maturity of the portfolio. 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.

PORTFOLIO

Name of Instrument/Issue	Rating	% of Portfolio
Government Securities		
GOI 08.15% 2022	SOV	41.31
GOI 08.20% 2025	SOV	13.76
Total		55.08
CBLO & Cash		36.56
Current Assets		8.37
GRAND TOTAL		100.00

Quantitative Indicators

Average Maturity	Modified Duration	Gross YTM
5.65 Years	3.67 Years	7.81%

Dividend History - Monthly Option

Record Date	Face Value	NAV	Dividend/Unit
28-01-2013	₹ 1000	₹ 1004.3502	₹ 4.3502
25-02-2013	₹ 1000	₹ 1007.9411	₹ 4.6453

Rating Profile

100.00%

A1+

Indiabulls Blue Chip Fund (An Open-ended Equity scheme)

Fund Style

Investment Style

Growth Blend Value

			Capitalisation Large Medium Small

Fund Details

Fund Manager

Sumit Bhatnagar - Fund Manager
Total Work Experience: 10 years

Benchmark Index

S & P CNX Nifty Index

Date of Allotment

10 February 2012

NAV as on 28 February 2013

Direct Plan - Dividend Option: ₹10.23
Direct Plan - Growth Option: ₹10.23
Growth Option: ₹ 10.22
Dividend Option: ₹ 10.22

Options

The Scheme offers the following Options across a common portfolio:
Growth Option & Dividend Option

Default Option / Facility / Frequency

Default Option - Growth
Default Dividend Facility - Reinvestment

Minimum Application Amount

₹ 5,000 and in multiples of ₹ 1/- thereafter.
Rs. 1,000 and in multiples of Re. 1 thereafter
(For Systematic Investment Plan (SIP))
Minimum Additional Purchase Amount:
₹ 1,000 and in multiples of ₹ 1/- thereafter.

Load Structure

Entry : Not Applicable
Exit : 1% if redeemed/switched out within first year, NIL if redeemed/switched out in second year

SIP/STP/SWP:

SIP/STP/SWP facilities are available

Avg. AUM for the quarter (December 2012)

₹ 5.80 Crores

Investment Objective

To provide long-term capital appreciation from a portfolio that is invested predominantly in equity and equity-related securities of blue-chip large-cap companies. However there can be no assurance that the investment objective of the scheme will be achieved.

PORTFOLIO

Industry Allocation of Equity Holding	% of Net Assets
Banks	21.69
Consumer Non Durables	12.19
Software	10.63
Petroleum Products	8.82
Auto	8.30
Finance	7.67
Cement	5.37
Oil	4.90
Construction Project	4.42
Pharmaceuticals	4.04
Power	3.94
Telecom - Services	2.11
Minerals/Mining	2.06
Ferrous Metals	1.30
Gas	1.07
Non - Ferrous Metals	0.82
Industrial Capital Goods	0.39
Total Equity & Equity Related Holdings	99.71
Cash & Cash Equivalents and Net Current Assets	0.29
Grand Total	100

Top 10 Holdings - Company	Industry	% to NAV
Equity & Equity Related		
ITC Ltd	Consumer Non Durables	8.95
Reliance Industries Ltd	Petroleum Products	7.86
ICICI Bank	Banks	7.45
Infosys Ltd	Software	6.42
HDFC Bank Ltd	Banks	6.39
Housing Development Finance Corporation Ltd	Finance	6.36
Larsen & Toubro Ltd	Construction Project	4.42
Oil & Natural Gas Corpn Ltd	Oil	3.17
Tata Motors Ltd	Auto	3.15
State Bank of India	Banks	3.07
Top 10 Equity & Equity Related Holdings		57.26

No Dividend has been declared in this month

Scheme Performance

Period	Indiabulls Blue Chip Fund (Growth Option)	S&P CNX Index (Scheme & Additional Benchmark)
28 February 2012 till 28 February 2013	5.25%	5.91%
Since Inception (CAGR)	2.09%	4.91%
Since Inception (Value*) (INR)	10,220.00	10,518.63
NAV/ Index Value (as of 28 February 2013)	10.22	5693.05

*Based on investment of Rs. 10,000 made at inception. All returns are for Growth Option only. Since inception returns have been calculated from the date of allotment till 28 February 2013. Less than 1 year are Absolute returns, greater than/equal to 1 year are Compounded Annualized returns (CAGR).

Mutual Fund Investments are subject to market risks, read all scheme related documents carefully.

Indiabulls Asset Management Company Limited

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