DSP BlackRock Tax Saver Fund

Open Ended Equity Linked Savings Scheme

MAY 2012

DSP BLACKROCK MUTUAL FUND

Scheme Objective

An Open ended equity linked savings scheme, whose primary investment objective is to seek to generate medium to long-term capital appreciation from a diversified portfolio that is substantially constituted of equity and equity related securities of corporates, and to enable investors avail of a deduction from total income, as permitted under the Income Tax Act,1961 from time to time.

Why Invest?

- DSP BlackRock Tax Saver Fund (DSPBRTSF) is an ELSS (Equity Linked Savings Scheme), i.e., a mutual fund scheme, where deduction of up to Rs. 1 lakh (per financial year) from total income is available under Section 80C of the Income Tax Act, 1961
- The three year lock-in period enables participation in the long term growth potential of equity markets

Asset Allocation

Equity and equity related securities: 80% to 100%. Of above, investments in ADRs, GDRs and foreign equity securities: 0% to 20%. Debt, securitised debt* and money market securities: 0% to 20%. * Exposure to securitised debt will not exceed 10% of the net assets of the Scheme.

Dividend History - DSPBRTSF~

Record Date	Dividend per Unit (₹)	Face Value (₹)	NAV (₹) @
4 Mar 2011	0.50	10.000	12.096
29 Feb 2008	3.60	10.000	14.755

Pursuant to declaration of the dividend, the NAV of the scheme will fall to the extent of the dividend pay out and statutory levy (if any). @ NAV at the time of declaration. For complete list of dividends, visit www.dspblackrock.com. **Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments.**

Portfolio Snapshot (As on April 30, 2012)

Top 10 Stocks	% to Net Assets
ICICI Bank	5.48%
State Bank of India	5.05%
Reliance Industries	3.98%
Kajaria Ceramics	3.20%
HDFC Bank	3.10%
Tata Consultancy Services	3.01%
ITC	2.83%
Infosys	2.83%
Power Grid Corporation of India	2.49%
CRISIL	2.43%

Top 10 Sectors	% To Net Assets
Banks	19.66%
Software	13.40%
Consumer Non Durables	9.69%
Pharmaceuticals	7.03%
Petroleum Products	6.26%
Finance	6.11%
Construction	5.18%
Auto	4.50%
Power	3.49%
Consumer Durables	2.72%

Features

- **Minimum investment and minimum additional purchase**
  Rs. 500/- and Rs. 500/- thereafter.
- **Options available**
  - Growth
  - Dividend - Payout Dividend - Reinvest Dividend
- Entry load: Nil
- Exit load: N.A.

~DSP BlackRock Tax Saver Fund; For disclaimers please refer page no 2.

Equity Market Outlook

- We expect economic growth to remain subdued for the first half (April to September) of the financial year (FY2013) due to the lack of investment spend, high crude oil prices and headwinds from the Euro zone.
- After a strong start to the calendar year with foreign institutional investors (FIIs) investing USD ~8.5 billion calendar year to date, portfolio flows have slowed down in the last two months owing to the pessimism around the macro and potential taxation changes
- However, we believe economic activity could improve in the second half of the financial year as headwinds sited earlier begin to recede and the investment cycle picks up
- Overall, the consumption demand will continue to remain reasonably strong through the year and we expect GDP growth to be around 7-7.5% YoY in FY13 (year ending April 2013) from 6.8% in FY12
- We expect the earnings growth for the market to be around 13-15%. Inflation and crude oil prices remain the key risks for the market
- Any positive development on the reforms front could surprise the market positively
- The RBI may further cut rates after the 50 BPS rate cut in the April 17 meeting to as we have witnessed a slowdown in the GDP (India's Q3 GDP at 6.1% which is a multi quarter low) and core inflation has moderated
- However, the Government's commitment to achieve fiscal discipline and managing overall inflation expectation in the economy will be key influencers for RBI's policy action going forward
- INR may continue to remain volatile with the appreciated dramatically in the year to date period but could be volatile going forward due to rising oil prices and tax-related (GAAR) uncertainties
- **Risks:** Global crude oil prices, fiscal deficit and political uncertainty remain the key risks for the Indian equity markets

(Source: Morgan Stanley Research, IIFL Research, Bloomberg, Internal as of April 30, 2012)

Scheme Facts (as on April 30, 2012)

Scheme AUM (₹):	735.61 Cr.
Scheme NAV (₹):	15.868*#
Launch Date:	18 January 2007
Benchmark:	S&P CNX 500
Min. Initial Investment (₹):	500
Standard Deviation^:	24.47%*
Beta^:	0.83*
R-Squared^:	92.81%*
Sharpe Ratio^:	0.03*
Treynor Ratio^:	0.01*

^Since Inception Ratios; #Growth Option
*Data as on April 30, 2012.

Disclaimers

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