

DSP BlackRock World Gold Fund

January 2010

FOR PROFESSIONAL INTERMEDIARIES ONLY

DSP BlackRock World Gold Fund



Accessing one of the Largest Funds in its category* with a 15 year Performance Track Record

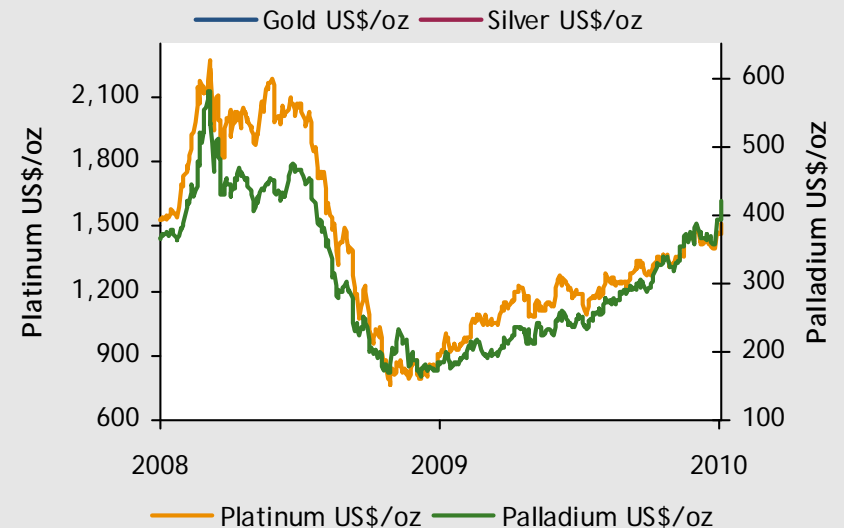
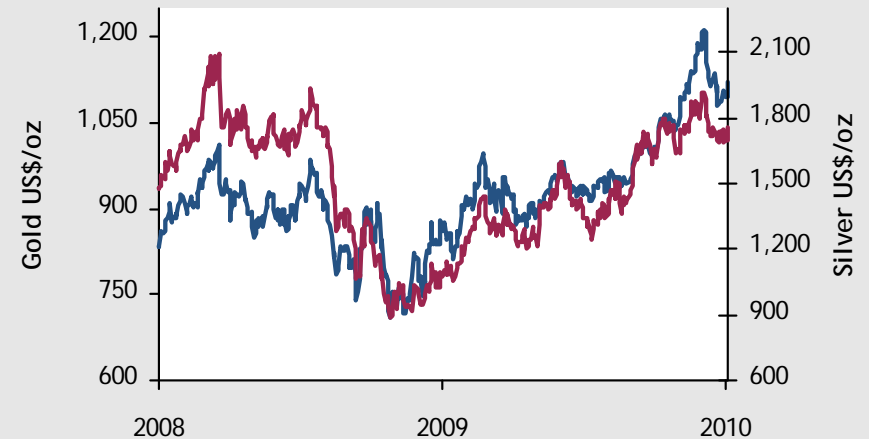


Why does Gold have Good Long-term Fundamentals

Precious Metals review

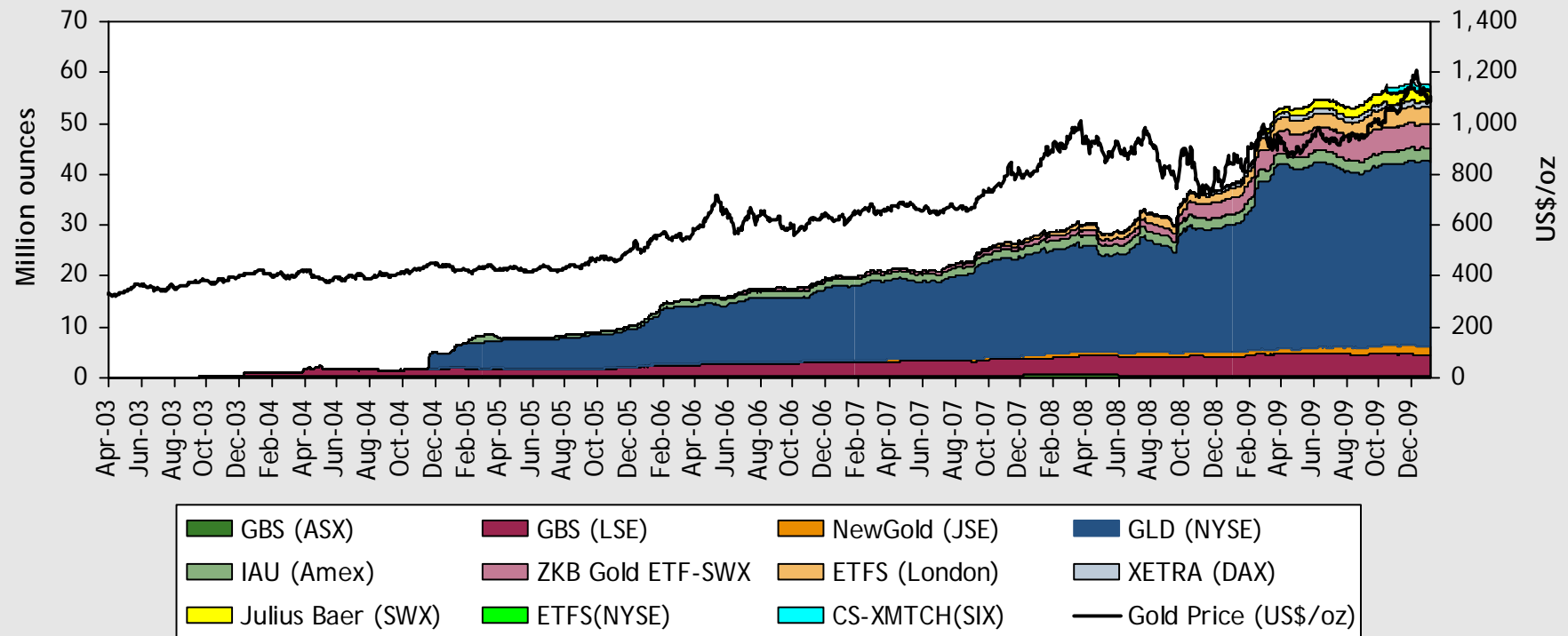
- Gold gained 27% in 2009
 - Investment demand was important as investors sought protection against USD weakness and the potential for a rise in inflation
- Silver had a strong third quarter as industrial demand started to recover
 - like gold, investment demand for silver was strong in 2009
 - however, supply of silver set to materially increase in the coming years
- From being a laggard in 2008, platinum and palladium have started to gain back the relative ground they lost
 - auto catalyst demand has returned
 - supply side issues for platinum to the fore in 2010?

Precious Metals Performance Since the Credit Crisis



Investment demand - is a reversal likely?

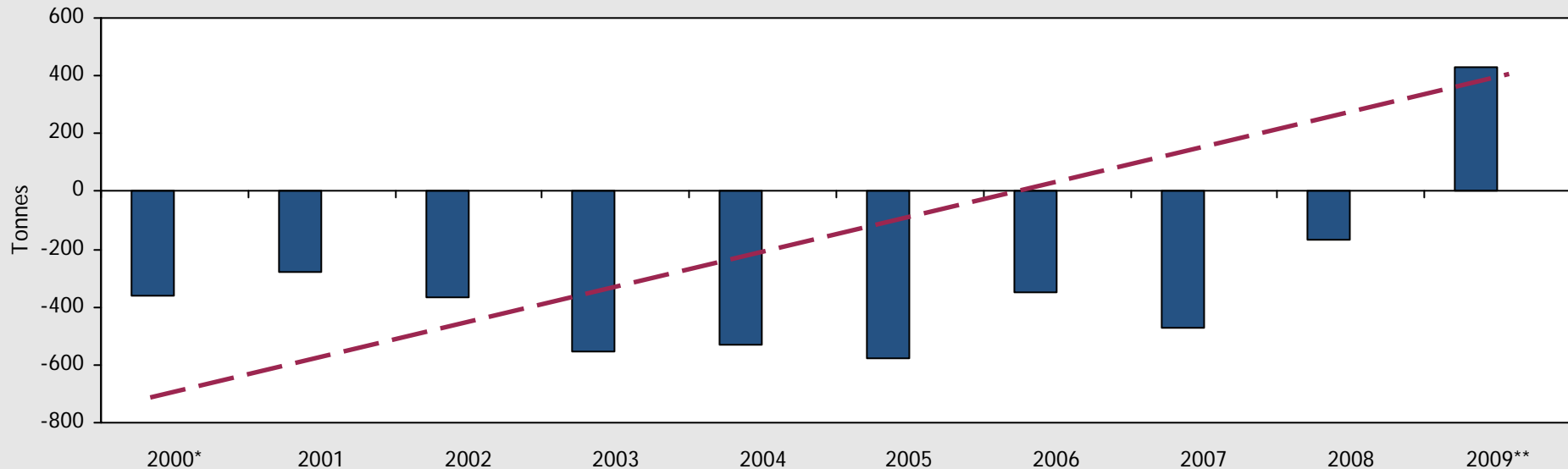
- US dollar concerns
 - Current account deficit in the US stands at US\$706bn
- Inflationary concerns
 - the impact of quantitative easing



Data as at 5 January 2010

Central bank selling declining

Change in Official Sector Gold Reserve Holdings 2000-2009



*Q100-Q400 **Q408-Q309
Data as at end December 2009
Source: World Gold Council

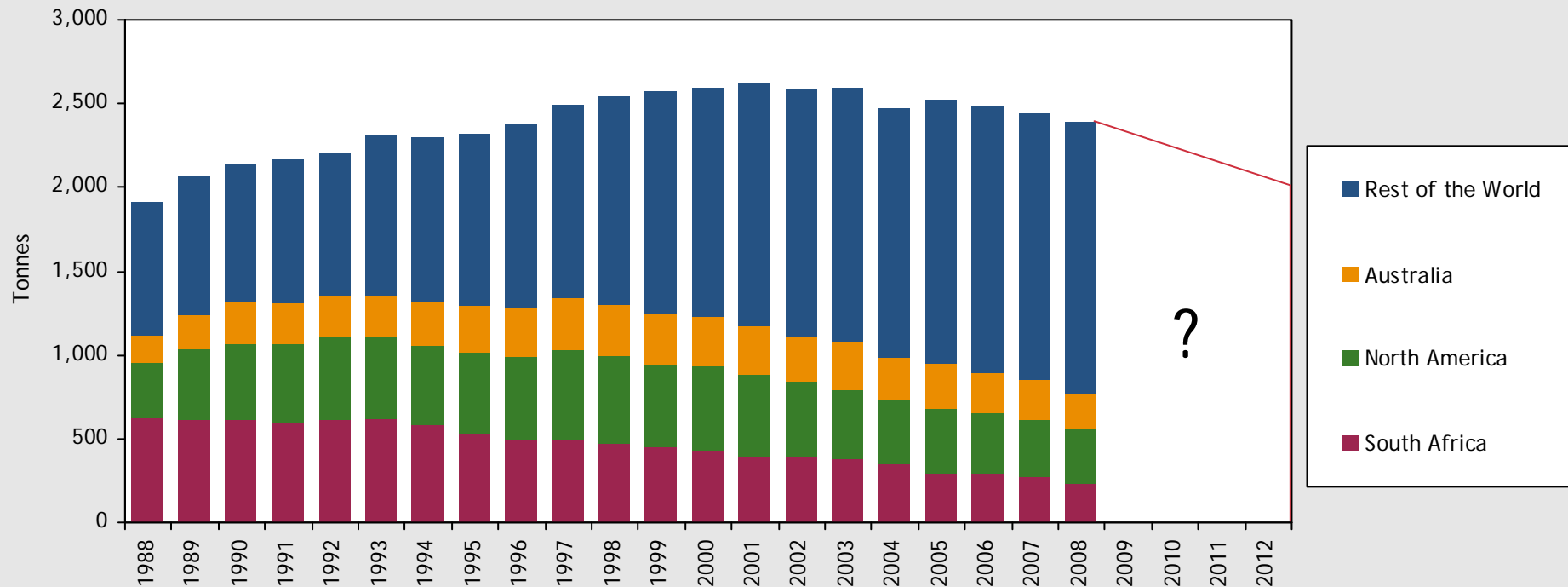
- China - announced increase of gold reserves from 600t to 1,054t
- CBGA - renewed for a further 5 years with a lower limit and inclusive of IMF disposal
- India - purchased 200t from the IMF off-market

Strategic shift in attitude of Central Banks to gold - positive

An Industry In Decline

- Mine production peaked in 2001 and now falling: down by 3% yoy in 2008, down 1% in 2007 and 3% in 2006

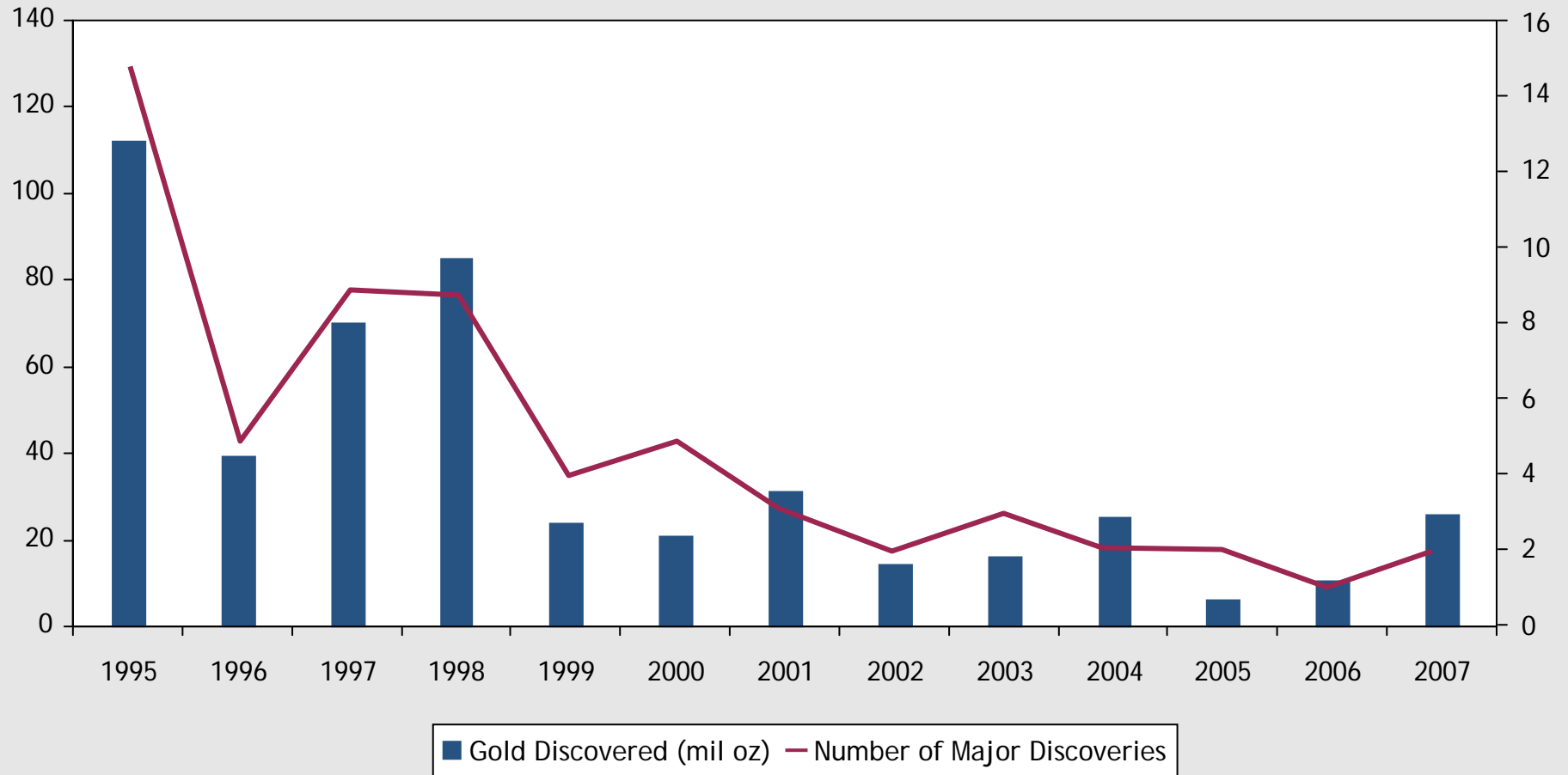
World Gold Mine Production, 1986-2007



- Miner de-hedging is removing further gold from the market
- Number of world's largest gold mines are approaching the end of their lives
- 2008 production (2,385t) is the lowest level since 1996
- 2008 yoy production: -35% in Indonesia, -14% in South Africa and -13% in Australia.

Lack Of New Discoveries

Gold Contained in Major Discoveries (mil oz)



Usual Demand Drivers for Gold: Short/ Medium/ Long term

INVESTMENT DEMAND

- Hedge against uncertainty
- Safe haven asset

What does that translate into:

- An alternative currency
- A store of value
- In 2008 - 16% of total demand.
- An increase of 44.7% yoy

JEWELLERY DEMAND

- Display of wealth
- Store of value
- Demand damaged by volatility
- Demand more closely linked to fortunes of global economy
- Likely to be weak in current economic climate
- India and China are the largest jewellery markets making up 40% of total jewellery demand
- In 2008 - 57% of total demand.
- Down 10.9% yoy
- Up 11.7% yoy (in USD terms)

OTHER

- Industrial demand
- Official coin production
- Dehedging by miners

In current market investment demand is prime driver for price



Why invest in shares of Gold Mining Companies?

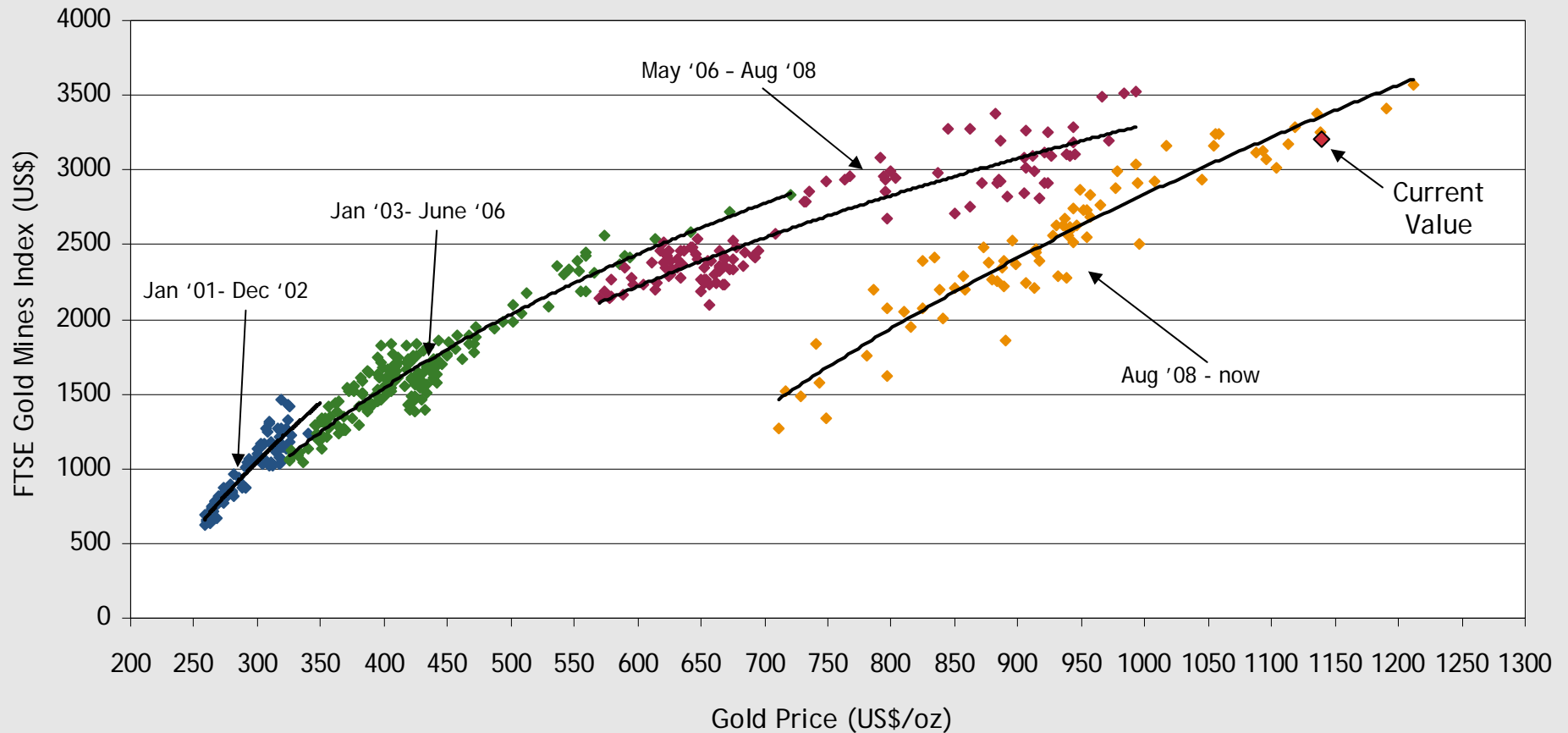
Why Gold Equities?

Given a positive outlook for gold, there are 4 key reasons to hold equities

- (1) Operational leverage returned
 - Cost inflation abated so improved outlook for margins
- (2) Exposure to production growth and exploration upside
 - Companies can add value executing their production growth profile and drilling new resources
- (3) Potential for dividends
 - Seen companies instate or raise dividends post Q2'09 results e.g. Harmony, Newcrest
- (4) Gold equities have a high correlation with the gold price therefore same diversification benefits

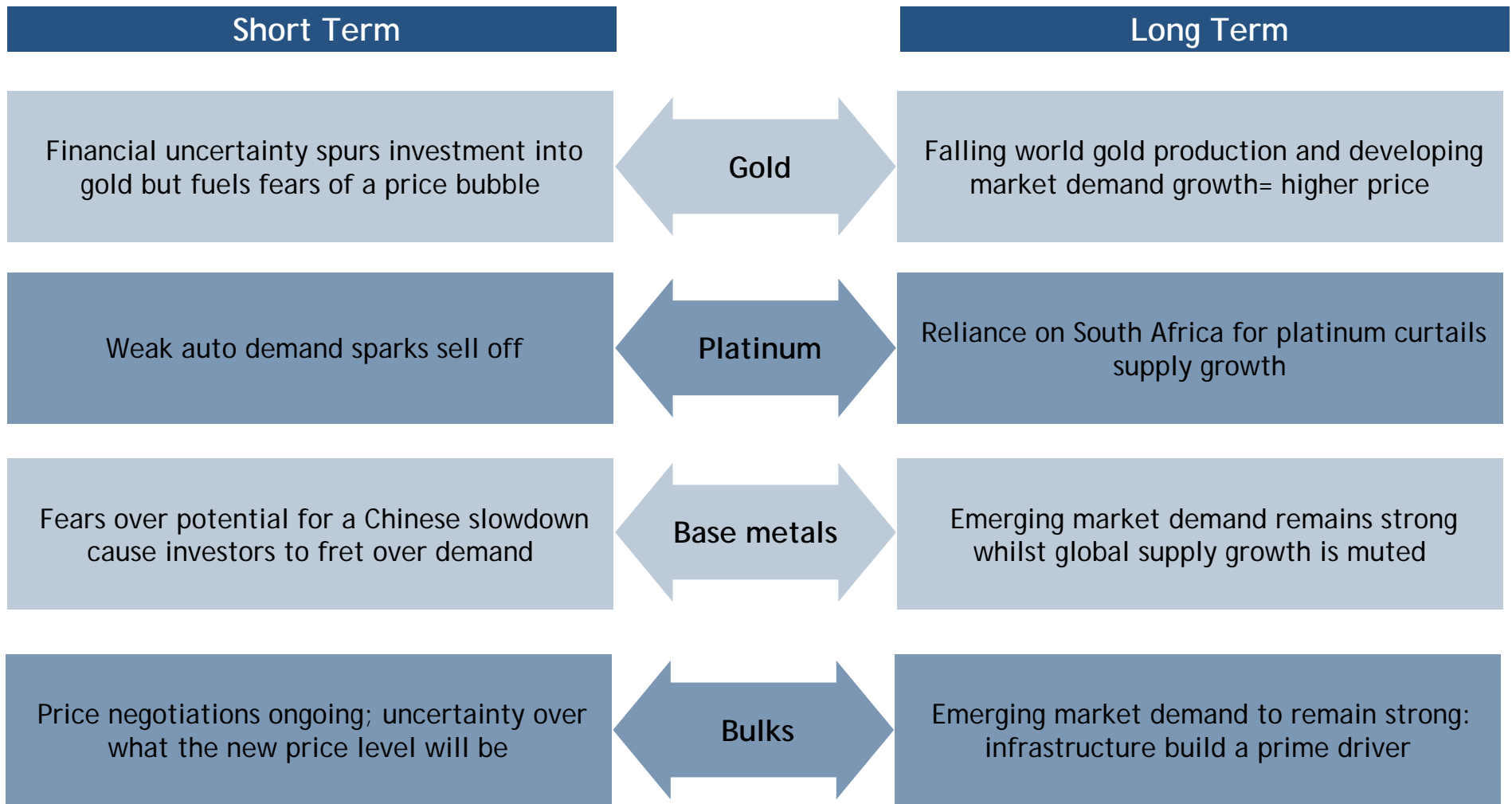
Relationship between gold equities & gold price

Gold & Gold Shares



Source: DataStream. Weekly data January 1999 to 8 January 2010

The Investor Dilemma - To Invest Or Not To Invest?!



Case Study - Newcrest

Australian listed with assets in Australia and Indonesia

Exposure to production growth

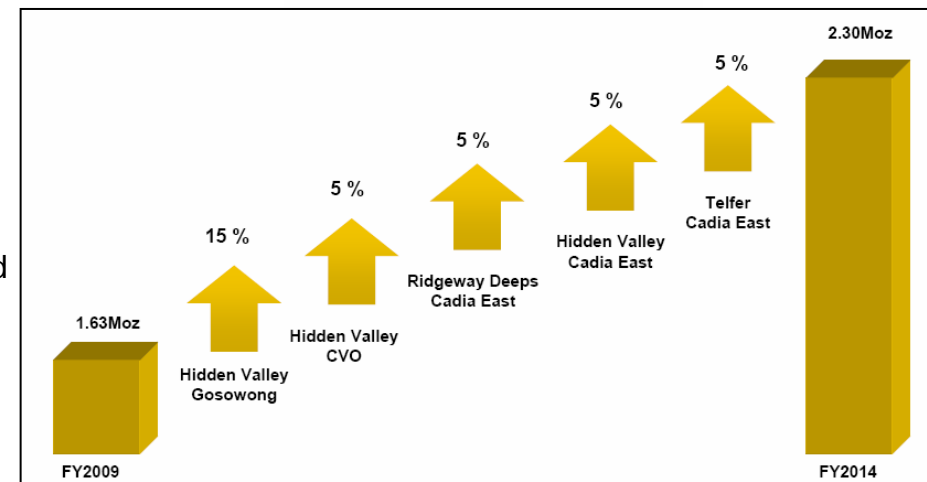
- Forecast to increase gold output by 40% to 2.3m oz pa by 2014
- Increase achieved while maintaining / improving low position on cost curve
- Low discovery cost of new ounces

Exploration upside

- Strong organic development pipeline driven by brownfield and greenfield exploration activity - half of this is ex-Australia
- From 2000-2008, for every ounce mined, they grew reserves by 3.4oz

Returns from dividend

- Recently raised dividend to 15cps to reflect higher cash generation in this environment



Outline of 5 year production growth

DSP BlackRock World Gold Fund - Outlook & Strategy

Supply and demand fundamentals are supportive of a higher gold price

Gold companies in position to drive margin expansion

- Moderating cost pressures
- Historically high gold price

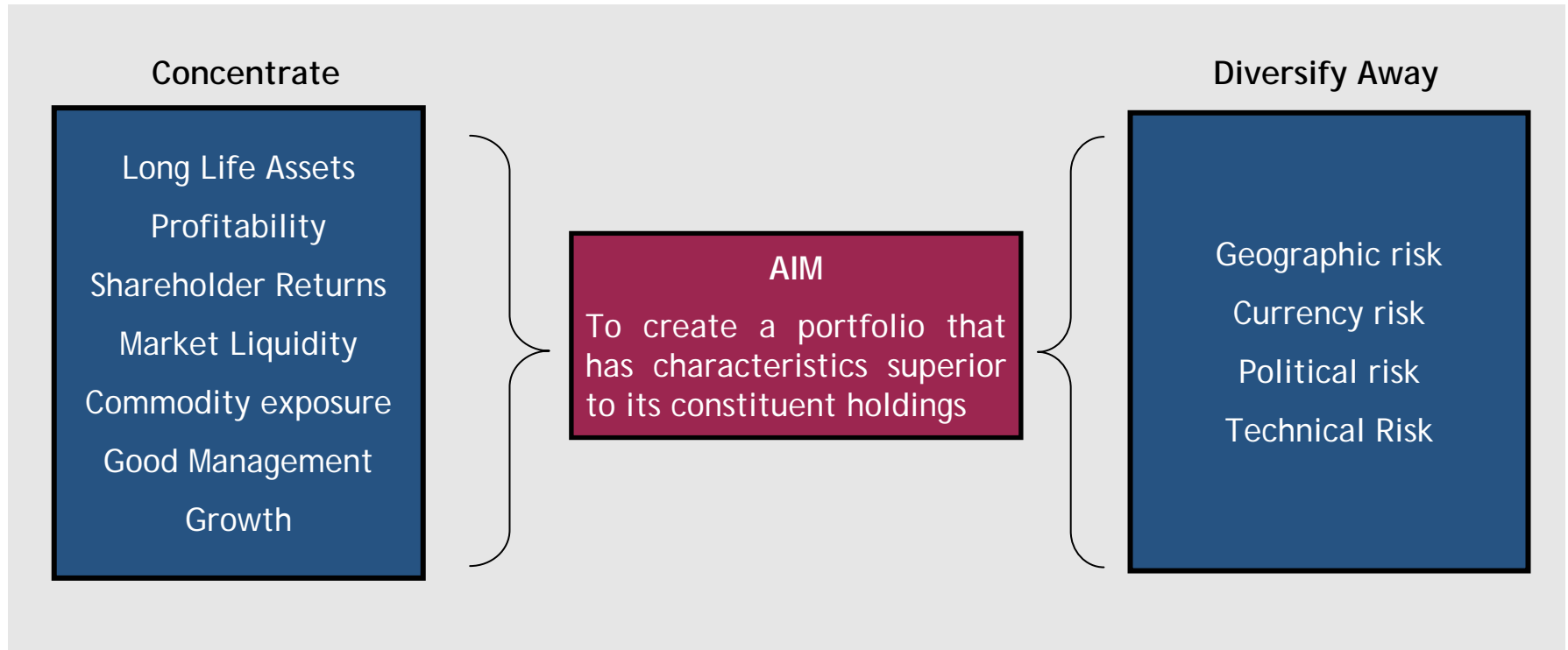
High emphasis on companies with

- Long life reserves
- Already a lot of sunk capex
- Flexible operations

Focus on mid to large cap production companies; underweight gold majors

Source: Internal. Data is indicative only and subject to change.

Investment Process Of BGF World Gold Fund: In A Nutshell



BGF World Gold Top Ten

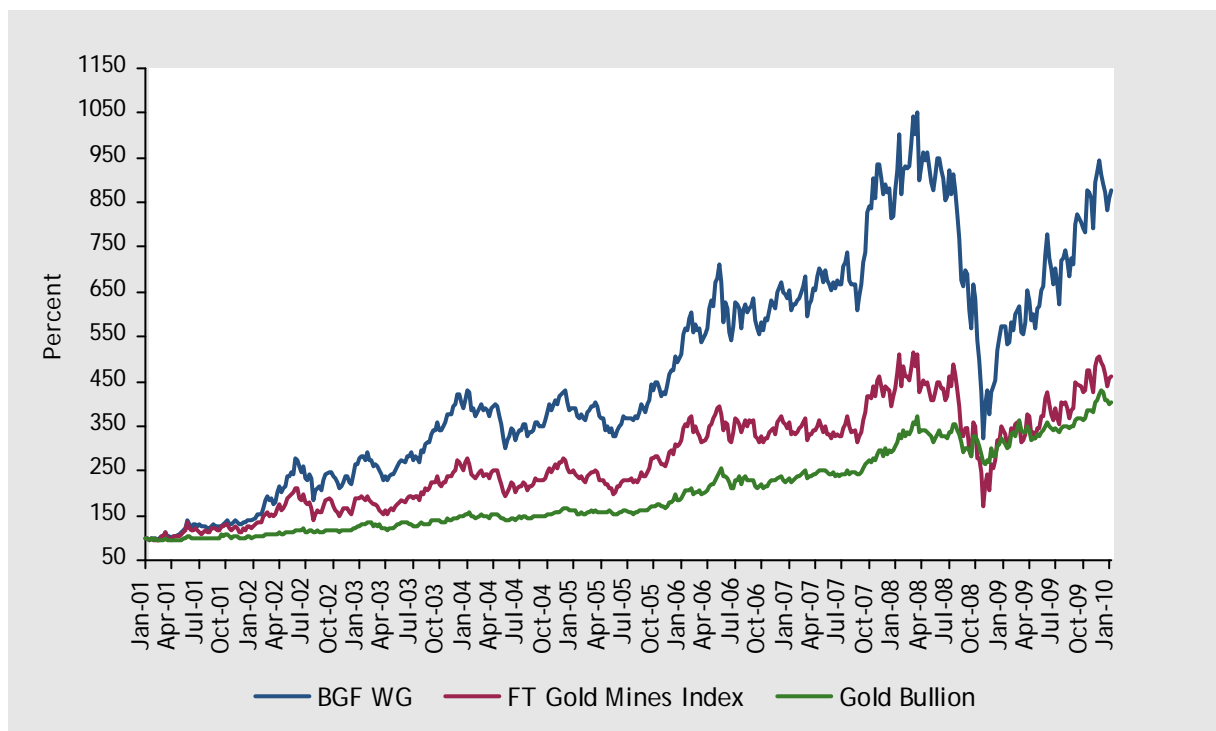
Stock	% of Fund	Geography	Commodity
Newcrest Mining	9.3	Australia	Gold
Kinross Gold	6.3	North America	Gold
Goldcorp	5.7	North America	Gold
Buenaventura	5.6	Latin America	Gold
Newmont	5.3	North America	Gold
Impala Platinum	5.0	South Africa	Platinum
Lihir Gold	4.9	PNG	Gold
Randgold Resources	4.8	Africa	Gold
Fresnillo	4.3	Latin America	Silver/Gold
Eldorado	4.1	North America	Gold
Total	55.3%		

Number of Holdings: 44

Source: Internal as at December 31, 2009. Indicative only and subject to change.

BGF World Gold Performance

- Launched in 1994
- AUM of US\$ 6.9 bn
- Open Ended SICAV
- AAA rated - OBSR
- AAA rated - S&P Fund Research



Source: DataStream, data to 4th January 2010

US\$	1m	3m	6m	1 Yr	3 Yrs	5 Yrs	10 Yrs
BGF World Gold Fund	-6.7%	6.8%	20.6%	48.5%	30.1%	117.4%	566.7%
FTSE Gold Mines Index	-8.5%	2.6%	18.1%	29.6%	25.7%	81.0%	231.1%
Gold Bullion	-6.9%	9.4%	16.8%	27.1%	72.7%	150.2%	276.6%

Source: Datastream. Net performance on a NAV pricing basis as at end December 2009.



DSP BlackRock World Gold Fund

Why Invest In DSP BlackRock World Gold Fund?

➔ DSP BlackRock World Gold Fund is a product that gives you

- International diversification
- Access to the growth potential of Equities as well as the strong fundamentals of Gold

➔ Access to BlackRock Global Funds - World Gold Fund

- One of the largest funds in its category# with a 15 year Performance Track Record
- Out-performance over FTSE Gold mines (cap) Index, Gold Bullion and S&P CNX Nifty Index*
- Managed by a highly regarded Natural Resources Team

A Precious Gem for your Investment Portfolio

DSP BlackRock World Gold Fund: Performance

CAGR as on December 31, 2009		
	DSP BlackRock World Gold Fund	FTSE Gold Mines (Cap) Index
Last 1 year	41.47%	23.91%
Since Inception Returns	19.42%	14.75%
NAV/ Index Value (Rs)	15.0361	142983.67
Date of allotment	Sep 14, 2007	

Note: As per the SEBI standards, for performance reporting, the "since inception" returns are calculated on Rs 10/- invested at inception. For this purpose the inception date is deemed to be the date of allotment. The 'returns' shown are for the Regular Plan - Growth Option. Performance in INR term as on Dec 31, 2010. Returns <1 year are absolute returns

Past performance may or may not be sustained in future and should not be used as a basis for comparison with other investments.

DSP BlackRock World Gold Fund: Scheme Features

Minimum Investment and Minimum Additional Purchase

- Regular Plan: Rs. 5000/- and Rs. 1000/- thereafter
- Institutional Plan: Rs. 5 cr. and Rs. 1000/- thereafter
- Options available: Growth
(for both plans) Dividend
 - Payout
 - Reinvest

Entry Load (both plans)

- Nil

Exit Load (both plans)

- For holding period: < 12 months: 1%; holding period \geq 12 months: Nil



Thank You

Disclaimer

DSP BlackRock World Gold Fund (DSPBRWGF) is an open ended fund of funds scheme, investing in gold mining companies through an international fund, and the primary investment objective is to seek capital appreciation by investing predominantly in units of BGF - WGF. The Scheme may, at the discretion of the Investment Manager, also invest in the units of other similar overseas mutual fund schemes, which may constitute a significant part of its corpus. Asset Allocation: Units of BGF - WGF or other similar overseas mutual fund scheme(s): 90% to 100%; Money market securities and/or units of money market/liquid schemes of DSP BlackRock Mutual Fund: 0% to 10%.

Investor Benefits & General Services: Sale (at Purchase Price) and redemption (at Redemption Price) on all Business Days (Redemption normally within 5 Business Days). SIP, SWP, STP & Nomination facilities available (If the SEBI limits for overseas investments are expected to be exceeded, the NFO may be closed / subscriptions, switches into the Scheme may be temporarily suspended/SIP/STP into the Scheme may be terminated). Declaration of NAV for each Business Day by 10 a.m. of the next Business Day. **Investors in DSPBRWGF shall bear the recurring expenses of the Scheme in addition to the expenses of the underlying scheme(s) in which the Scheme will make investment.**

Statutory Details: DSP BlackRock Mutual Fund was set up as a Trust and the settlors/sponsors are DSP ADIKO Holdings Pvt. Ltd. & DSP HMK Holdings Pvt. Ltd. (collectively) and BlackRock Inc. (Combined liability restricted to Rs. 1 lakh). Trustee: DSP BlackRock Trustee Company Pvt. Ltd. Investment Manager: DSP BlackRock Investment Managers Pvt. Ltd. **Risk Factors:** Mutual funds, like securities investments, are subject to market and other risks and there can be no assurance that the Schemes' objectives will be achieved. As with any investment in securities, the NAV of Units issued under the Schemes can go up or down depending on the factors and forces affecting capital markets. Past performance of the sponsor/AMC/mutual fund does not indicate the future performance of the Schemes. Investors in the Schemes are not being offered a guaranteed or assured rate of return. Each Scheme/Plan is required to have (i) minimum 20 investors and (ii) no single investor holding >25% of corpus. If the aforesaid point (i) is not fulfilled within the prescribed time, the Scheme/Plan concerned will be wound up and in case of breach of the aforesaid point (ii) at the end of the prescribed period, the investor's holding in excess of 25% of the corpus will be redeemed as per SEBI guidelines. DSPBRWGF is the name of the Scheme and does not in any manner indicate the quality of the Scheme, its future prospects or returns. For scheme specific risk factors, please refer the Scheme Information Document (SID). For more details, please refer the Key Information Memorandum cum Application Forms, which are available on the website, www.dsblackrock.com, and at the ISCs/Distributors. Investors in DSPBRWGF shall bear the recurring expenses of the Scheme in addition to the expenses of the underlying scheme(s) in which the Scheme will make investment. **Please read the SID and Statement of Additional Information carefully before investing.**



Annexures

Natural Resources Team

- ➔ A market leader in Natural Resources sector funds
- ➔ Cumulative market experience of over 75 years
- ➔ Diverse mix of academic and industry backgrounds
- ➔ Highly regarded in the business
 - AAA rated by S&P Fund Research - BLK Gold & General Fund, BGF World Gold Fund and BGF World Mining Fund
 - AAA rated by OBSR - BLK Gold & General Fund, BGF World Gold Fund and BGF World Mining Fund
 - Over 100 awards for sector fund management

Highly regarded & experienced Investment Team

BGF - World Gold Fund: Fund Managers

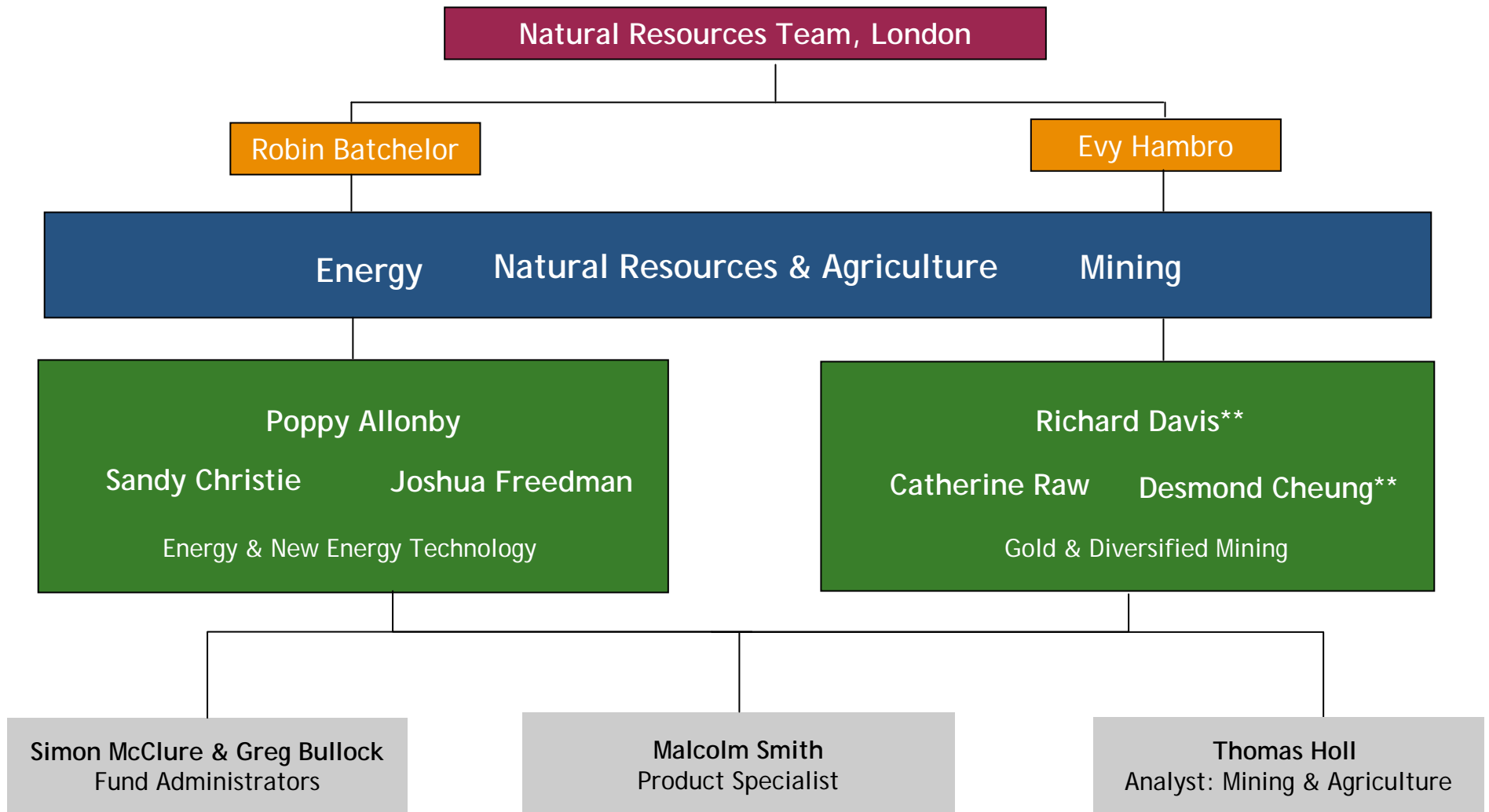


Evy Hambro, *Managing Director and Portfolio Manager*, is a member of the Natural Resources Team. He is responsible for managing the BGF World Mining and BGF World Gold funds, and co-managing the ML Natural Resources Hedge Fund.

Mr. Hambro joined BlackRock following the merger with Merrill Lynch Investment Managers (MLIM) in 2006. At MLIM he was responsible for managing the BGF World Mining and BGF World Gold funds, and co-managing the ML Natural Resources Hedge Fund. He joined MLIM in 1994, and has managed several segregated Natural Resource mandates since 1997.

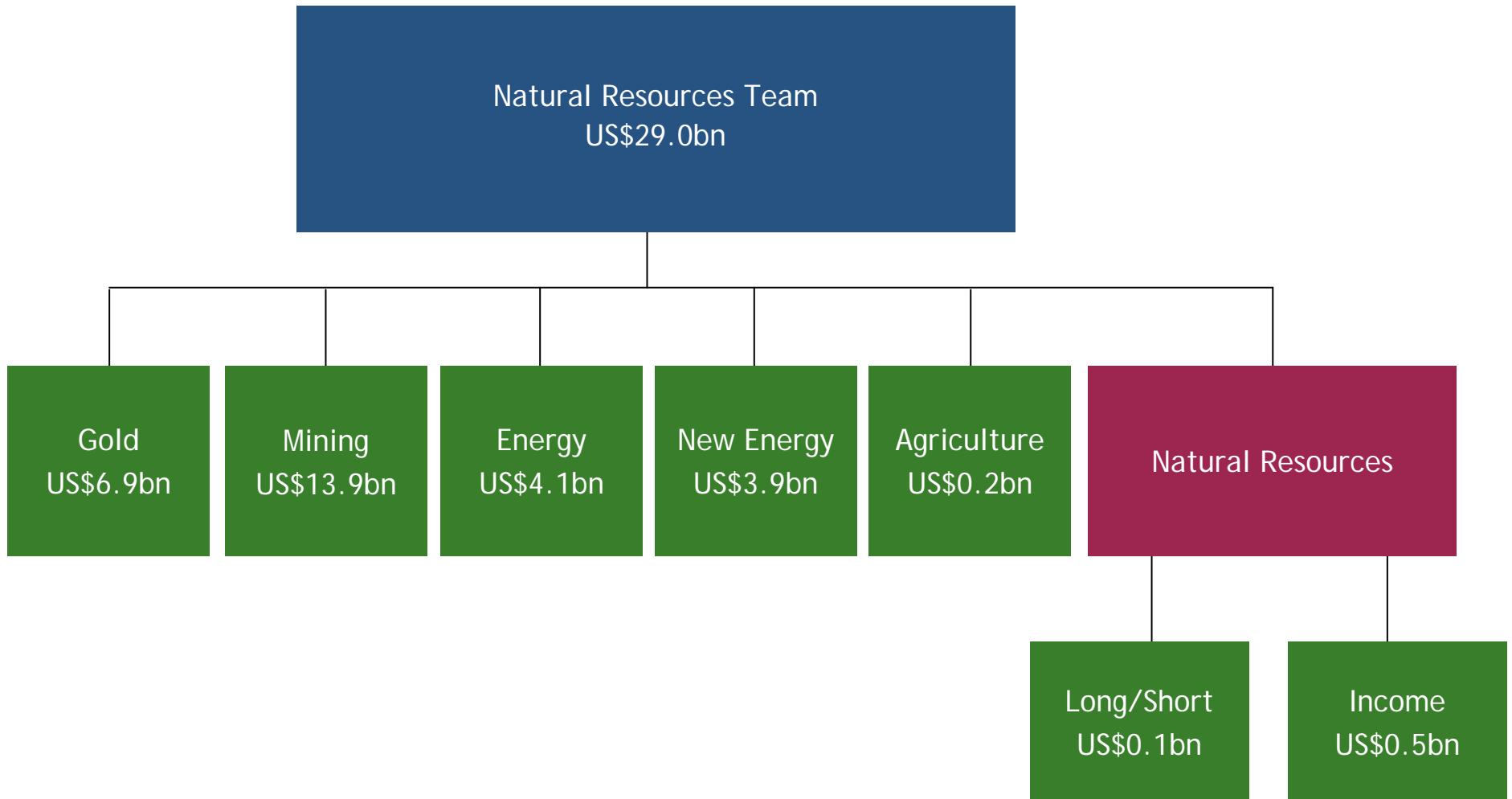
Mr. Hambro earned his B.Sc. degree with honours (in Marketing), from Newcastle University.

BlackRock's Natural Resources Team, London



Source: Internal as at Dec 2009. ** Also cover the agriculture sector.

BlackRock Natural Resources Team fund range



Source: Internal as at 31st December 2009

What Would You Buy?

- ➔ If you believe that **Copper** price is going to go up,
 - Will you buy Copper and keep it at home?
 - Will you buy shares of Copper mining companies?

- ➔ If you believe that **Cement** price is going to go up,
 - Will you buy Cement and keep it at home?
 - Will you buy shares of Cement manufacturing companies?

- ➔ Investment in **Gold** = Store value & Investment in **Equities** = Return on value

- ➔ Investment in Equities of Gold mining companies = Store Value + Return on Value

DSP BlackRock World Gold Fund - A Precious Gem for your Investment Portfolio

The Commodity Super Cycle

There have been only 6 super cycles in the past 250 years

