

FEBRUARY 2011



Dear Investors,

Markets are caught in a downward spiral, yet again.

Political uncertainty in the Middle East leading to oil supply concerns, rising inflation and general low sentiments seem to be pulling down the markets to a new low, each day. Investors are naturally a worried lot. And rightly so. All the predictions about market movements, like weather men's forecasts, seem to have come to a naught. This is the point that I have been making all along. Investors need to have a long term view leaving the day-to-day market fluctuations to be analyzed by Market 'Experts'.

One thing that hasn't changed in this turmoil is the projected growth rate of the Indian Economy. You will be surprised to know that leading bellwether indices like Nifty have a very high degree of correlation with GDP. If the projections about 8% plus growth rate for the Indian Economy materialize, which look very likely, then equity markets too are bound to deliver. So, ignore the pervasive gloom and continue investing - systematically and regularly. And as I

always say, there is no better way for equity investing than taking the Index Fund route.

Continuing with our efforts to offering investors a wide array of schemes, we are now in the process of launching a Monthly Income Plan and two Fixed Maturity plans. The ruling high short term rates provide an ideal opportunity to lock in funds at attractive levels and offer decent returns to investors. The monthly income plan will aim to cater to a segment that requires regular income and is averse to taking risk through high equity exposure. The NFO for IDBI Monthly Income Plan will be from Feb14 to Feb 28, 2011 while the IDBI Fixed Maturity Plans (367 days-Series 1 (February 2011) – A & 90 days-Series 1 (February 2011) – A) will be on the shelf from 10th February '11 & 14th February '11. I do look forward to your patronage of our new offerings.

With regards

A handwritten signature in black ink, appearing to read "Krishnamurthy Vijayan".

Krishnamurthy Vijayan

MD & Chief Executive Officer

Equity Market Overview

Some Key Events in January 2011 and their implications

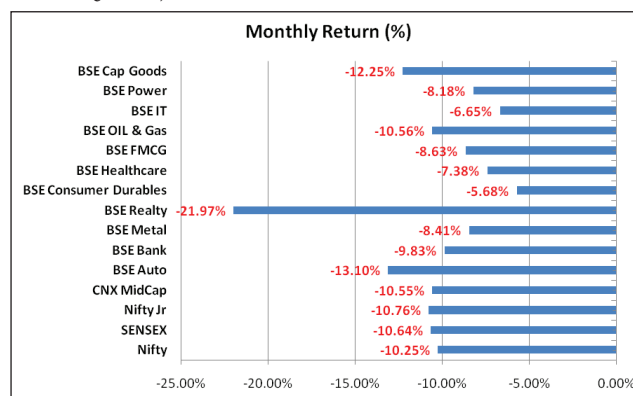
Inflation check: According to the Central Statistical organization (CSO), inflation in December 2010 rose sharply to 8.43% from 7.48% in November. Primary articles, fuel group and manufactured product inflation were at 16.46%, 11.19% and 4.46%, respectively.

Index of Industrial production (IIP): According to the Central Statistical Organization (CSO), IIP growth of November declined to an 18-month low of 2.7% y-y, down sharply from 11.3% y-y in October and well below market expectations of 6.5% y-y. The decline in IIP has been broad-based and all 17 industrial groups posted lower growth than in October, with eight out of 17 industrial groups showing annual contraction. Meanwhile, October IIP data revised up to 11.3% y-y from 10.8% y-y.

RBI mid-quarter policy review: RBI in its third quarter monetary policy review has increased the policy rates by 25bp and kept the CRR, Bank rate and SLR unchanged. The additional liquidity support to banks to the extent of 1% of NDTL and second LAF has been extended to 8 April. The RBI states that inflation is the dominant concern and it continued with its calibrated monetary tightening to prevent supply side inflation from spilling over to more generalized inflation and rein-in inflationary expectations, without hurting growth. RBI has also revised the March-end inflation target to 7% and GDP target to 8.5% with an upward bias.

Market Summary

It's not been a very happy new year as far as the Indian stock markets are concerned. Profit booking by retail and institutional investors continued while food prices remained a big concern on the mind of the investors. Below expectations Industrial Production numbers, Increasing Inflation and rate hikes announced by RBI dampened the investor's sentiments and we saw the Nifty taking a pounding closing the month with a loss of around 10.25% at 5505.90. On the sectoral front, all the sectoral indices were in the red for the month with BSE Realty (down 22%), BSE Auto (down 13%) and BSE Cap Goods (down 12%) being the major losers.



Source : Bloomberg

Fixed Income Overview

Global economy: The outlook for the U.S. economy improved to one of 'cautious optimism,' with expectations of sustained recovery in 2011. Positive data was reported for vehicle sales, consumer confidence and CPI, while unemployment beyond acceptable levels, weak housing markets and a jittery EuroZone threatened the upbeat sentiment. U.S. 10-year bond yields were fairly range-bound between 3.28% and 3.46%, closing at 3.39% (6 bps above December-end yields)

The latter part of the month witnessed capital flight out of Emerging Market Economies on account of the unprecedented geopolitical turmoil in the most populous Arab country, Egypt. Global commodity, metal and crude prices further rallied as worried investors scoured for safe havens. Moody's downgraded Egypt's sovereign rating to Ba2 with a negative outlook from Ba1, saying that the Government might damage its already fragile finances by increasing social spending to calm the protests. As a result of capital flight, the Rupee depreciated from 44.72 to 45.86 (~ 2.55%).

Indian economy: As Government-spent funds started trickling into the system, liquidity eased marginally but still remained tight with deficit of about Rs.100,000 crores. Yields on 3-month Certificates of Deposits moved up further by 35 basis points from 9.10% to 9.45%. Benchmark 10-year G-sec yields shot up from 7.95% to 8.23% in the first week of January, but later remained range-bound between 8.13% and 8.22%, closing the month at 8.14%.

WPI for December increased to 8.43% from 7.48% in November. Core inflation (non-food manufacturing) remained sticky at 5.3% v/s 5.4%. However, weekly food inflation rose sharply to 15.57% for the week ended January 22, from 14.44% for the week ended December 18, after reaching a high of 18.32%, due to untimely rainfall in certain parts of the country, logistical bottlenecks and supply-side inelasticity. The fuel and power index fell marginally to 10.87% from 11.63% due to base effect. Primary articles' inflation was at 17.26% v/s 17.24%, after touching 20.20%, due to food inflation and mineral/ metal prices.

IIP for November clocked growth of 2.7% YoY, significantly below October growth of 10.8% (YoY), with consumer non-durables reporting a 6% 'decline'. However, core sector, consisting of six key infrastructure segments, expanded 6.6% in December, thereby signaling stronger IIP numbers to come. The HSBC India Manufacturing Purchasing Managers' Index (PMI), a measure of the overall health of the manufacturing sector, was flat 56.8 in January v/s 56.7, with strong order books, stable employment levels and rising input prices.

In its Quarterly Review of Monetary Policy on January 25, RBI increased repo and reverse repo rates by 25 bps each, while CRR was unchanged. Also, liquidity-easing measures of SLR leeway of 1% and Second LAF facility were extended to April 8. RBI has been quite hawkish, referring to inflation as the 'dominant concern', along with the rising current account deficit. However, it has expressed more confidence about growth momentum than market expected. It has also acknowledged the limitations of policy rate tightening in reining in the supply side pressures on inflation namely, rising food prices and global commodity prices. It recommends higher capital expenditure by Government, rather than subsidies, to keep supply-side inflationary pressures in check.

Banks have been taking corrective action against the widening credit-deposit gap by raising deposit rates, so that credit growth is not affected. We expect deposit growth to revive, while credit growth may marginally fall, as the current gap levels are unsustainable. RBI is expected to attempt inflation-control by further monetary tightening which, accompanied by a strained credit-deposit ratio and rising rates, may impact economic growth in the short-term.

Source : Bloomberg News, IDBI Asset Management Ltd. - Internal Research

IDBI Nifty Index Fund

(An open-ended passively managed equity scheme tracking the S&P CNX Nifty Index [Total Returns Index])

Scheme Features

Investment objective:

The investment objective of the scheme is to invest only in and all the stocks comprising the S&P CNX Nifty Index in the same weights of these stocks as in the Index with the objective to replicate the performance of the Total Returns Index of S&P CNX Nifty index. The scheme may also invest in derivatives instruments such as Futures and Options linked to stocks comprising the Index or linked to the S&P CNX Nifty index. The scheme will adopt a passive investment strategy and will seek to achieve the investment objective by minimizing the tracking error between the S&P CNX Nifty index (Total Returns Index) and the Scheme.

Benchmark:

S&P CNX Nifty Index (Total Returns Index)

Fund Manager:

Mr. Gautam Kaul

Inception Date:

25th June, 2010

NAV (as on 31st January 2011):

Growth: ₹ 10.4047

Dividend: ₹ 9.9233

Plans:

- Growth Plan
- Dividend Plan
 - Reinvestment
 - Payout

Asset Allocation Pattern:

Instrument	Indicative allocation (% of total assets)		Risk Profile
	Min.	Max.	
Stocks in the S&P CNX Nifty Index and derivative instruments linked to the S&P CNX Nifty Index	95%	100%	Medium to High
Cash and Money Market Instruments including money at call but excluding Subscription and Redemption Cash Flow	0%	5%	Low to Medium

Application Amount:

New Purchase – ₹ 5000/- and in multiples of ₹ 100/- thereafter

Min. Addl. Investment:

₹ 1000/- and in multiples of ₹ 100/- thereafter

Load Structure:

Entry Load: Nil.

Exit Load:

1% for exit (repurchase / switch-out / SWP), on or before 1 year from the date of allotment.

For SIP

1% of Exit (repurchase / switch-out), on or before 1 year from the date of allotment of each installment.

SIP:

Monthly Option:

₹ 500 per month for a minimum period of 12 months or ₹ 1,000 per month for a minimum period of six months.

Quarterly Option:

₹ 1,500 per quarter for a minimum period of 4 quarters.

SWP:

Minimum balance in the Scheme should be ₹ 25,000 at the time of enrollment for SWP. Minimum amount for each withdrawal should be ₹ 1,000 and in multiples of ₹ 1 thereafter for a minimum period of 6 months.

STP:

Available

Portfolio as on 31/01/2011

Security Name	% To Net Assets	Security Name	% To Net Assets
EQUITY		Sun Pharmaceuticals Industries Ltd.	1.02%
Reliance Industries Ltd.	9.47%	Maruti Suzuki India Ltd.	1.01%
Infosys Technologies Ltd.	9.16%	Infrastructure Development Finance Co. Ltd.	0.95%
ICICI Bank Ltd.	7.16%	Hero Honda Motors Ltd.	0.95%
Larsen & Toubro Ltd.	5.31%	Punjab National Bank Ltd.	0.90%
ITC Ltd.	5.23%	Cairn India Ltd.	0.87%
HDFC Ltd.	4.96%	Power Grid Corporation of India Ltd.	0.82%
HDFC Bank Ltd.	4.42%	Kotak Mahindra Bank Ltd.	0.82%
State Bank of India Ltd.	4.16%	Siemens Ltd.	0.79%
Tata Consultancy Services Ltd.	3.59%	Sesa Goa Ltd.	0.76%
Oil & Natural Gas Corp Ltd.	2.42%	HCL Technologies Ltd.	0.70%
Tata Steel Ltd.	2.39%	Ambuja Cements Ltd.	0.63%
Bharti Airtel Ltd.	2.37%	ACC Ltd.	0.61%
Tata Motors Ltd.	2.34%	Reliance Infrastructure Ltd.	0.60%
Bharat Heavy Electricals Ltd.	2.13%	Jaiprakash Associates Ltd.	0.58%
Axis Bank Ltd.	1.93%	Steel Authority of India Ltd.	0.58%
Mahindra & Mahindra Ltd.	1.93%	Ranbaxy Laboratories Ltd.	0.51%
Hindalco Industries Ltd.	1.83%	DLF Ltd.	0.50%
Hindustan Unilever Ltd.	1.72%	Reliance Communications Ltd.	0.50%
Sterlite Industries (India) Ltd.	1.58%	Bharat Petroleum Ltd.	0.49%
Jindal Steel & Power Ltd.	1.57%	Reliance Power Ltd.	0.45%
NTPC Ltd.	1.48%	Reliance Capital Ltd.	0.36%
Wipro Ltd.	1.34%	Suzlon Energy Ltd.	0.22%
Gas Authority of India Ltd.	1.29%	Equity Total	99.91%
Dr. Reddy's Laboratories Ltd.	1.25%	Cash Receivables	0.09%
Tata Power Company Ltd.	1.23%	Total	100.00%
CIPLA Ltd.	1.03%		
Bajaj Auto Ltd.	1.03%		

Scheme Performance as on 31/01/2011 (in %)

Scheme Name	1 Month	3 Months	6 Months	Since Inception (25-Jun-2010)
IDBI Nifty Index Fund (Growth)	-10.39	-8.84	1.81	4.05
S&P Nifty Index - TRI	-10.23	-8.42	2.96	5.04

Source: Accord Fintech

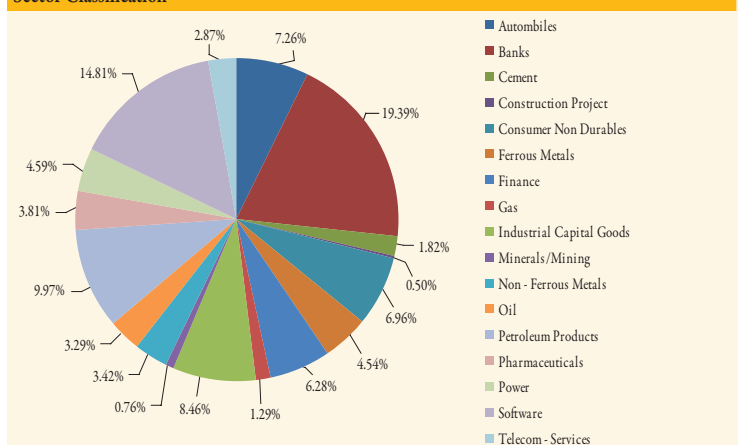
Disclaimer: Returns are of growth plan. Past Performance may or may not be sustained in the future.

Dividend History

Date	Rate	Cum Dividend NAV (in ₹)	Ex Dividend NAV (in ₹)
IDBI Nifty Index Fund - Dividend			
15th Oct 2010	0.4000	11.5740	10.9628
1st Sept 2010	0.1200	10.2883	10.2886

Past performance may or may not be sustained in the future. After the payment of dividend, the per unit NAV falls to the extent of the dividend payout and distribution taxes, if any.

Sector Classification



IDBI Nifty Junior Index Fund

(An open-ended passively managed equity scheme tracking the CNX Nifty Junior Index (Total Returns Index))

Scheme Features

Investment objective:

The investment objective of the scheme is to invest only in and all the stocks comprising the CNX Nifty Junior Index in the same weights of these stocks as in the Index with the objective to replicate the performance of the Total Returns Index of CNX Nifty Junior Index. The scheme may also invest in derivatives instruments such as Futures and Options linked to stocks comprising the Index or linked to the CNX Nifty Junior Index as and when the derivative products on the same are made available. The scheme will adopt a passive investment strategy and will seek to achieve the investment objective by minimizing the tracking error between the CNX Nifty Junior Index (Total Returns Index) and the Scheme.

Benchmark:

CNX Nifty Junior Index (Total Returns Index)

Fund Manager:

Mr. Gautam Kaul

Inception Date:

20th September, 2010

NAV (as on 31st January 2011):

Growth: ₹ 8.5821

Dividend: ₹ 8.5821

Plans:

- Growth Plan
- Dividend Plan
 - Reinvestment
 - Payout

Asset Allocation Pattern:

Instrument	Indicative allocation (% of total assets)		Risk Profile
	Min.	Max.	
Stocks in the CNX Nifty Junior Index and derivative instruments linked to the CNX Nifty Junior Index as and when the derivative products are made available on the same	95%	100%	Medium to High
Cash and Money Market Instruments including money at call but excluding Subscription and Redemption Cash Flow	0%	5%	Low to Medium

Application Amount:

New Purchase – ₹ 5000/- and in multiples of ₹ 100/-

Min. Addl. Investment:

₹ 1000/- and in multiples of ₹ 100/-

Load Structure:

Entry Load: Nil.

Exit Load:

1% for exit (repurchase/switch-out/SWP/STP) on or before 1 year from the date of allotment.

For SIP

1% for exit(repurchase/switch-out/SWP/STP) on or before 1 year from the date of allotment of each installment.

SIP:

Monthly Option:

₹ 500 per month for a minimum period of 12 months or ₹ 1,000 per month for a minimum period of six months.

Quarterly Option:

₹ 1,500 per quarter for a minimum period of 4 quarters.

SWP:

Minimum balance in the Scheme should be ₹ 25,000 at the time of enrollment for SWP. Minimum amount for each withdrawal should be ₹ 1,000 and in multiples of ₹ 1 thereafter for a minimum period of 6 months.

STP:

Available

Portfolio as on 31/01/2011

Security Name	% To Net Assets	Security Name	% To Net Assets
EQUITY			
Grasim Industries Ltd.	5.12%	Bharat Forge Ltd.	1.52%
Bank of Baroda Ltd.	4.81%	The Indian Hotels Co. Ltd.	1.49%
Adani Enterprises Ltd.	4.65%	GMR Infrastructure Ltd.	1.48%
Asian Paints Ltd.	3.99%	United Phosphorus Ltd.	1.46%
JSW Steel Ltd.	3.59%	Glenmark Pharmaceuticals Ltd.	1.41%
Crompton Greaves Ltd.	3.47%	Aditya Birla Nuvo Ltd.	1.37%
United Spirits Ltd.	3.42%	Ashok Leyland Ltd.	1.26%
Lupin Ltd.	3.27%	Torrent Power Ltd.	1.25%
UltraTech Cement Ltd.	3.24%	Oracle Financial Services Software Ltd.	1.23%
Glaxosmithkline Pharmaceuticals Ltd.	3.14%	Indiabulls Real Estate Ltd.	1.23%
Shriram Transport Finance Company Ltd.	2.98%	Industrial Finance Corporation Ltd.	1.17%
Bank of India Ltd.	2.69%	Bharat Electronics Ltd.	1.11%
Rural Electrification Corporation Ltd.	2.63%	Andhra Bank Ltd.	1.08%
Union Bank of India Ltd.	2.44%	Housing Development and Infrastructure Ltd.	1.01%
Cummins India Ltd.	2.34%	Power Finance Corporation Ltd.	0.95%
Canara Bank Ltd.	2.18%	Indian Overseas Bank Ltd.	0.90%
Mundra Port and Special Economic Zone Ltd.	2.08%	Biocon Ltd.	0.80%
The Federal Bank Ltd.	2.05%	Tech Mahindra Ltd.	0.73%
Yes Bank Ltd.	2.02%	Patni Computer Systems Ltd.	0.73%
Tata Chemicals Ltd.	2.00%	Punj Lloyd Ltd.	0.65%
Hindustan Petroleum Corporation Ltd.	1.95%	Syndicate Bank Ltd.	0.61%
Exide Industries Ltd.	1.94%	Corporation Bank Ltd.	0.50%
Container Corporation of India Ltd.	1.90%	Mangalore Refinery & Petrochemicals Ltd.	0.44%
Colgate Palmolive (India) Ltd.	1.81%	Equity Total	99.11%
LIC Housing Finance Ltd.	1.78%	Cash Receivables	0.89%
Mphasis Ltd.	1.62%	Total	100.00%
IDBI Bank Ltd.	1.61%		

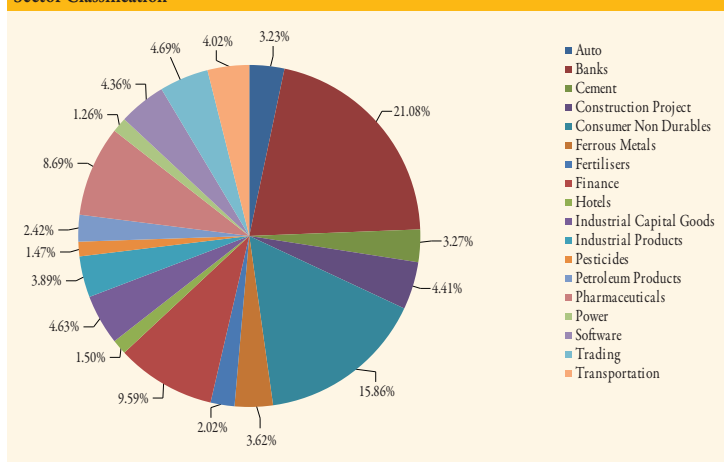
Scheme Performance as on 31/01/2011 (in %)

Scheme Name	1 Month	3 Months	Since Inception (20-Sept-2010)
IDBI Nifty Junior Index (G)*	-10.73	-16.41	-14.18
CNX Nifty Junior-TRI	-10.74	-16.20	-13.97

*Source: Accord Fintech

Disclaimer: Returns are of growth plan. Past Performance may or may not be sustained in the future.

Sector Classification



Scheme Features
Investment objective:

The investment objective of the Scheme will be to provide investors with high level of liquidity along with regular income for their investment. The Scheme will endeavour to achieve this objective through an allocation of the investment corpus in a low risk portfolio of money market and debt instruments.

Benchmark:

CRISIL Liquid Fund Index

Fund Manager:

Mr. Gautam Kaul

Inception Date:

9th July, 2010

NAV (as on 31st January 2011):

Growth	₹10.3827
Daily Dividend	₹10.0000
Weekly Dividend	₹10.0043
Monthly Dividend	₹10.0128

Plans:

- Growth Option
- Dividend Option
 - Daily Dividend
 - Weekly Dividend
 - Monthly Dividend

Asset Allocation Pattern:

Instrument	Indicative allocation (% of total assets)		Risk Profile
	Min.	Max.	
Money market instruments with maturity/residual maturity up to 91 days	50%	100%	Low
Debt instruments (including floating rate debt instruments and securitized debt)* with maturity/residual maturity/interest rate resets up to 91 days	0%	50%	Low to Medium

* Investment is securitized debt not to exceed 50% of the net assets of the Scheme. Investment in Derivatives will be up to 50% of the net assets of the Scheme. The Scheme does not propose to invest in foreign securities.

Application Amount:

New Purchase – ₹ 5000/- and in multiples of ₹ 100/- thereafter

Min. Addl. Investment:

₹ 1000/- and in multiples of ₹ 100/- thereafter

Load Structure:

Entry Load: Not Applicable

Exit Load : Nil

SIP:
Monthly Option:

₹ 500 per month for a minimum Period of 12 months or

₹ 1,000 per month for a minimum period of 6 months

Quarterly Option:

₹ 1,500 per quarter for a minimum period of 4 quarters with additional investment thereafter..

SWP:

Minimum balance in the Scheme should be ₹ 25,000 at the time of enrollment for SWP. Minimum amount for each withdrawal should be ₹ 1,000 and in multiples of ₹ 1 thereafter for a minimum period of 6 months.

STP:

Available

Portfolio as on 31/01/2011

Security Name	Rating	% To Net Assets	Security Name	Rating	% To Net Assets
CERTIFICATES OF DEPOSIT			COMMERCIAL PAPERS		
Central Bank of India	PR1+	15.41%	Edelweiss Capital Ltd.	P1+	5.50%
Punjab National Bank	PR1+	7.82%	L & T Finance Ltd.	PR1+	4.89%
UCO Bank	P1+	5.48%	Infrastructure Leasing And Finance	F1+	3.94%
Allahabad Bank Ltd.	P1+	4.74%	Gruh Finance Ltd.	P1+	3.16%
State Bank of India	P1+	3.91%	Aditya Birla Nuvo Ltd.	A1+	3.00%
Allahabad Bank Ltd.	PR1+	3.77%	ICICI Securities Primary Dealership Ltd.	P1+	3.00%
Andhra Bank Ltd.	PR1+	3.13%	Infrastructure Leasing And Finance	A1+	2.35%
HDFC Bank Ltd.	PR1+	2.35%	Srei Equipment Finance Pvt. Ltd.	A1+	2.35%
UCO Bank	P1+	1.58%	Aditya Birla Finance Ltd.	A1+	1.72%
Bank of India	P1+	1.57%	Reliance Capital Ltd.	A1+	1.57%
Union Bank of India	P1+	1.57%	National Bank of Agriculture & Rural Development	P1+	1.56%
Canara Bank	P1+	0.93%	Electrosteel Casting Ltd.	PR1+	0.95%
Oriental Bank of Commerce	P1+	0.79%	SBI Global Factors Ltd.	P1+	0.79%
Canara Bank	PR1+	0.79%	Redington (India) Ltd.	P1+	0.79%
Syndicate Bank Ltd.	PR1+	0.79%	Hindustan Petroleum Corporation Ltd.	P1+	0.79%
ICICI Bank Ltd.	PR1+	0.78%	Securities Trading Corporation of India Ltd.	A1+	0.78%
Indian Overseas Bank	A1+	0.78%	JM Financial Products Pvt Ltd.	P1+	0.78%
Bank of Maharashtra	A1+	0.78%	Apollo Tyres	P1+	0.78%
Allahabad Bank Ltd.	A1+	0.78%	Cash "n" Call Assets & Receivables		1.19%
Corporation Bank	P1+	0.78%	TOTAL		100.00%
Axis Bank Ltd.	P1+	0.78%			
The Federal Bank Ltd.	P1+	0.38%			
ING Vysya Bank Ltd.	P1+	0.31%			
Punjab National Bank	A1+	0.13%			

YTM : 7.98%

Average Maturity : 29.01 days

Modified Duration : 29.01 days

Scheme Performance as on 31/01/2011 (in %)

Scheme Name	1 Week	2 Week	1 Month	3 Months	6 Months	Since Inception (9-July-2010)
IDBI Liquid Fund (G)	7.85	7.88	7.85	7.42	6.84	6.78
Crisil Liquid Fund Index	7.48	7.49	7.42	7.20	6.60	6.48

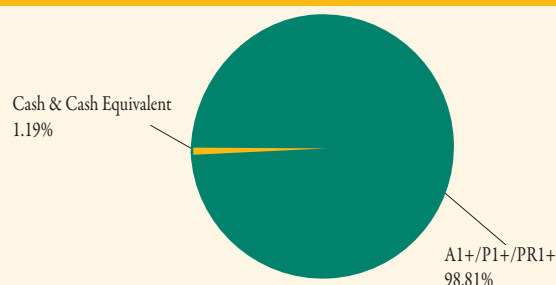
Source: Accord Fintech

Disclaimer: Returns are of growth plan. Past Performance may or may not be sustained in the future.

Dividend History

Date	Rate	Cum Dividend NAV* (in ₹)	Ex Dividend NAV (in ₹)
IDBI Liquid Fund - Weekly Dividend			
30th Jan 2011	0.0117	10.0130	10.0022
23rd Jan 2011	0.0119	10.0131	10.0022
16th Jan 2011	0.0115	10.0127	10.0022
9th Jan 2011	0.0115	10.0127	10.0022
2nd Jan 2011	0.0121	10.0130	10.0022
26th Dec 2010	0.0111	10.0123	10.0022
19th Dec 2010	0.0094	10.0084	10.0022
12th Dec 2010	0.0107	10.0103	10.0006
5th Dec 2010	0.0103	10.01	10.0006
IDBI Liquid Fund - Monthly Dividend			
25th Jan 2011	0.0490	10.0604	10.0000
27th Dec 2010	0.0489	10.0603	10.0000

Past performance may or may not be sustained in the future. After the payment of dividend, the per unit NAV falls to the extent of the dividend payout and distribution taxes, if any. * The Cum dividend NAV disclosed above pertains to the previous business day.

Asset Profile


* For rating disclaimers, please refer to page 7

Scheme Features
Investment objective:

The objective of the Scheme will be to provide investors with regular income for their investment. The Scheme will endeavour to achieve this objective through an allocation of the investment corpus in a diversified portfolio of money market and debt instruments with maturity predominantly between a liquid fund and a short term fund while maintaining a portfolio risk profile similar to a liquid fund.

Benchmark:

CRISIL Liquid Fund Index

Fund Manager:

Mr. Gautam Kaul

Inception Date:

3rd September, 2010

NAV (as on 31st January 2011):

Growth	₹10.3073
Daily Dividend	₹10.0000
Weekly Dividend	₹10.0161
Monthly Dividend	₹10.0138

Plans:

- Growth Option
- Dividend Option
 - Daily Dividend
 - Weekly Dividend
 - Monthly Dividend

Asset Allocation Pattern:

Instrument	Indicative allocation (% of total assets)		Risk Profile
	Min.	Max.	
Money market instruments/debt instruments (including floating rate debt instruments and securitized debt*) with maturity/residual maturity up to 1 year (or 365 days)	80%	100%	Low to Medium
Debt instruments (including floating rate debt instruments and securitized debt*) with duration/maturity/residual maturity above 1 year	0%	20%	Medium

It is the intent of the Scheme to maintain the average maturity of the portfolio within a range of 30 days to 120 days under normal market conditions depending on the fund manager's assessment of various parameters including interest rate environment, liquidity and macro-economic factors. However, the maturity profile of the scheme can undergo a change in case the market conditions warrant and at the discretion of the fund manager.

*Investment in Securitised Debt not to exceed 50% of the net assets of the Scheme. Investment in Derivatives will be upto 50% of the net assets of the Scheme.

Application Amount:

New Purchase – ₹ 5000/- and in multiples of ₹ 100/- thereafter

Min. Addl. Investment:

₹ 1000/- and in multiples of ₹ 100/- thereafter

Load Structure:

Entry Load: Not Applicable

Exit Load : Nil

SIP:
Monthly Option:

₹ 500 per month for a minimum Period of 12 months or
₹ 1,000 per month for a minimum period of 6 months

Quarterly Option:

₹ 1,500 per quarter for a minimum period of 4 quarters .

SWP:

Minimum balance in the Scheme should be ₹ 25,000 at the time of enrollment for SWP. Minimum amount for each withdrawal should be ₹ 1,000 and in multiples of ₹ 1 thereafter for a minimum period of 6 months.

STP:

Available

Portfolio as on 31/01/2011

Security Name	Rating	% To Net Assets	Security Name	Rating	% To Net Assets
CERTIFICATES OF DEPOSIT					
Canara Bank	P1+	13.02%	Aditya Birla Finance Ltd.	A1+	3.44%
Central Bank of India	PR1+	10.24%	L & T Infrastructure Finance Co Ltd.	A1+	3.43%
UCO Bank	P1+	6.87%	L & T Finance Ltd.	PR1+	3.43%
Punjab National Bank	PR1+	6.82%	Indian Oil Corporation Ltd.	P1+	3.43%
Bank of Baroda	A1+	3.44%	Srei Equipment Finance Pvt. Ltd.	A1+	3.43%
The Federal Bank Ltd.	PR1+	3.44%	Motherson Sumi Systems Ltd.	A1+	3.43%
State Bank of India	P1+	3.42%	Securities Trading Corporation of India Ltd.	A1+	3.42%
Union Bank of India	P1+	3.42%	ICICI Securities	P1+	3.42%
Indian Overseas Bank	A1+	3.41%	Apollo Tyres	P1+	3.42%
Bank of Maharashtra	P1+	3.41%	Kotak Mahindra Prime Ltd.	P1+	2.75%
Punjab National Bank	A1+	2.90%	HCL Infosystems Ltd.	A1+	1.38%
The Federal Bank Ltd.	P1+	1.80%	ECL Finance Ltd.	P1+	1.37%
State Bank of Bikaner & Jaipur	P1+	0.68%	Gruh Finance Ltd.	P1+	0.69%
COMMERCIAL PAPERS					
ICICI Securities Primary Dealership Ltd.	P1+	8.16%	Cash "n" Call Assets & Receivables		-8.09%
			TOTAL		100.00%

YTM : 9.69%

Average Maturity : 51.65 days

Modified Duration : 51.65 days

Scheme Performance as on 31/01/2011 (in %)

Scheme Name	1 Week	2 Week	1 Month	3 Months	Since Inception (3-Sept-2010)
IDBI Ultra Short Term Fund (G)	8.36	8.48	8.47	7.71	7.48
Crisil Liquid Fund Index	7.48	7.49	7.42	7.20	6.79

Source: Accord Fintech

Disclaimer: Returns are of growth plan. Past Performance may or may not be sustained in the future.

Dividend History

Date	Individual Dividend (in ₹)	Institutional Dividend (in ₹)	Cum Dividend NAV* (in ₹)	Ex Dividend NAV (in ₹)
IDBI Ultra Short Term Fund - Weekly Dividend				
25th Jan 2011	0.0145	0.0135	10.0165	10.0022
18th Jan 2011	0.0144	0.0134	10.0164	10.0024
11th Jan 2011	0.0143	0.0133	10.0163	10.0024
4th Jan 2011	0.0145	0.0135	10.0165	10.0023
28th Dec 2010	0.0126	0.0118	10.0144	10.0024
21st Dec 2010	0.0122	0.0114	10.0139	10.0019
14th Dec 2010	0.0123	0.0115	10.0140	10.0021
7th Dec 2010	0.0119	0.0111	10.0135	10.0020
IDBI Ultra Short Term Fund - Monthly Dividend				
27th Jan 2011	0.0597	0.0557	10.0680	10.0045
28th Dec 2010	0.0560	0.0522	10.0637	10.0024

Past performance may or may not be sustained in the future. After the payment of dividend, the per unit NAV falls to the extent of the dividend payout and distribution taxes, if any. * The Cum dividend NAV disclosed above pertains to the previous business day.

Corporate Office

IDBI Asset Management Limited

2nd Floor, IDBI Building, Plot No.39-41, Sector-11, CBD Belapur, Navi Mumbai – 400614.

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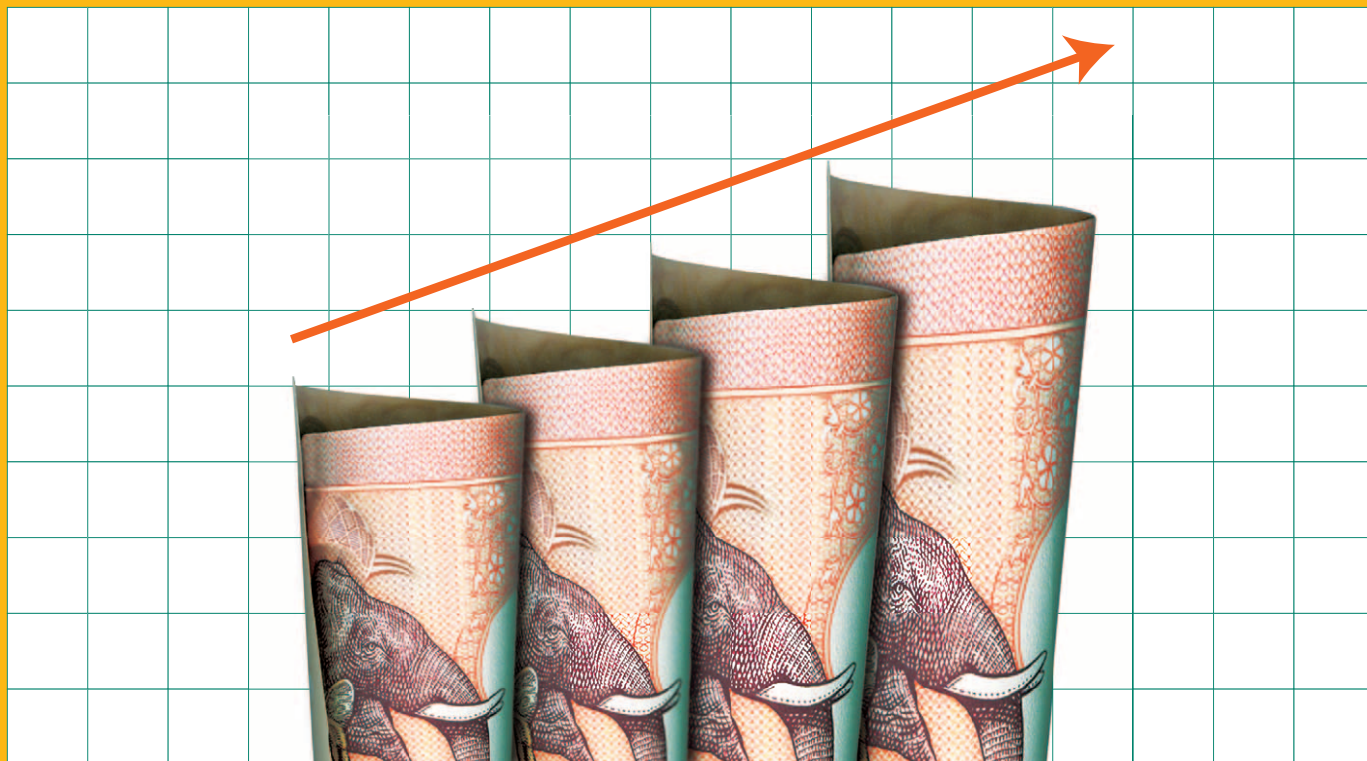
• **SMS:** IDBIMF on 09220092200 • **Tollfree:** 1800-22-4324 (between 9 a.m. – 6 p.m. from Monday to Friday)

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Bangalore	: IDBI Mutual Fund, IDBI House, 3rd Floor, IDBI Mutual Fund No. 58, Mission Road, Bangalore - 560 027. Tel.: 080-41495263 / 41409786 Fax : 080-41495264.
Chandigarh	: IDBI Mutual Fund, IDBI Bank Ltd., 3rd Floor, SCO 72/73, Bank Square, Sector - 17B, Chandigarh - 160 016. Tel.: 0172-5076705 Fax: 0172-5086705.
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