

# BENCHMARK MUTUAL FUND

602, Maker Bhavan No.3, 21 New Marine Lines, Mumbai - 400 020. Tel (9122) 2200 3389 Fax: (9122) 2200 3412.

E-mail us at [webmaster@benchmarkfunds.com](mailto:webmaster@benchmarkfunds.com). Visit us at [www.benchmarkfunds.com](http://www.benchmarkfunds.com)

## HALF-YEARLY FINANCIAL RESULTS (UNAUDITED) FOR THE PERIOD ENDED 31<sup>st</sup> MARCH, 2003

### REVENUE ACCOUNT OF NIFTY BeES FOR THE HALF YEAR ENDED 31<sup>st</sup> MARCH, 2003

Sl. No.	PARTICULARS	NIFTY BeES (Rupees in Lakhs)		Junior BeES (Rupees in Lakhs)
		March 31,2003	March 31,2002	
<b>1.</b>	<b>INCOME</b>			
1.1	Dividend	<b>2.72</b>	<b>1.83</b>	<b>0.2</b>
1.2	Interest	NIL	<b>3.51</b>	NJ
1.3	Profit on sale/redemption of investments (other than inter-scheme transfer/sale)	<b>1.51</b>	<b>106.23</b>	<b>0.1</b>
1.4	Profit/(loss) on inter-scheme transfer/sale of investments	NIL	NIL	NJ
1.5	Other Income	NIL	NIL	NJ
1.6	Appreciation / (Depreciation) in Equity	<b>(109.40)</b>	<b>46.29</b>	<b>(8.78)</b>
	<b>TOTAL INCOME (1.1 to 1.6)</b>	<b>(105.17)</b>	<b>157.86</b>	<b>(8.41)</b>
<b>2.</b>	<b>EXPENSES</b>			
2.1	Management, Trusteeship, Administrative & Other Operating Expenses	<b>2.81</b>	<b>2.20</b>	<b>0.1</b>
2.2	Provision for Doubtful Income	NIL	NIL	NJ
2.3	Provision for Doubtful Deposits/Current Assets	NIL	NIL	NJ
2.4	Loss on Sale/Redemption of Investments (Other than inter scheme transfer/sale)	<b>4.51</b>	<b>20.78</b>	<b>3.9</b>
2.5	Loss on inter-scheme transfer/sale of investments	NIL	NIL	NJ
	<b>TOTAL EXPENSE (2.1 to 2.5)</b>	<b>7.32</b>	<b>22.98</b>	<b>4.0</b>
	Excess of Income over Expenses	<b>(112.49)</b>	<b>134.88</b>	<b>(12.49)</b>
	Balance Transferred from Income Equalisation A/c	<b>(1.25)</b>	<b>(80.82)</b>	
	Unrealised Appreciation in value of investment transferred to Balance Sheet		<b>(46.29)</b>	
	Income Distribution	<b>(6.57)</b>	-	
	Surplus /(deficit) after adjustments	<b>(120.31)</b>	<b>7.77</b>	<b>(12.49)</b>

**BALANCESHEET AS AT 31<sup>st</sup> MARCH, 2003**

Sl. No.	PARTICULARS	NIFTY BeES (In Lakhs)		Junior BeES (In Lakhs)
		March 31,2003	March 31,2002	
	<b>LIABILITIES</b>			
<b>1.</b>	<b>Unit Capital</b>	<b>91.17</b>	<b>63.16</b>	<b>8.5</b>
<b>2.</b>	<b>Reserves &amp; Surplus</b>			
2.1	Unit Premium Reserve	<b>867.67</b>	<b>596.21</b>	<b>113.0</b>
2.2	Other Reserves	<b>(57.30)</b>	<b>54.07</b>	<b>(14.32)</b>
<b>3.</b>	<b>Loans &amp; Borrowings</b>	-	-	
3.1	From Banks	-	-	
3.2	From Others	-	-	
<b>4.</b>	<b>Current Liabilities &amp; Provisions</b>			
4.1	Provision for Doubtful Income/Deposits	-	-	
4.2	Proposed Income Distribution	-	-	
4.3	Other Current Liabilities & Provisions	<b>2.18</b>	<b>48.52</b>	<b>23.5</b>
	<b>TOTAL...</b>	<b>904.33</b>	<b>761.96</b>	<b>130.7</b>
	<b>ASSETS</b>			
<b>1.</b>	<b>Investments</b>			
1.1	Equity & Preference Shares	<b>901.84</b>	<b>713.36</b>	<b>106.7</b>
1.2	Privately Placed Debentures/Bonds	-	-	
1.3	Debentures & Bonds Listed/Awaiting Listing on Recognised Stock Exchange	-	-	
1.4	Term Loans	-	-	
1.5	Government Securities	-	-	
1.6	Others	-	-	
<b>2.</b>	<b>Deposits</b>			
2.1	With Scheduled Banks	-	-	
2.2	With Others	-	-	
<b>3.</b>	<b>Other Current Assets</b>			
3.1	Cash & Bank Balance	<b>2.40</b>	<b>3.31</b>	<b>0.4</b>
3.2	Others	<b>0.09</b>	<b>45.29</b>	<b>23.4</b>
<b>4.</b>	<b>Fixed Assets (At Depreciated Value)</b>	-	-	
<b>5.</b>	<b>Deferred Revenue Expenditure (To the extent not written off)</b>	-	-	
	<b>TOTAL...</b>	<b>904.33</b>	<b>761.96</b>	<b>130.7</b>

**PERSPECTIVE HISTORICAL PER UNIT STATISTICS AS AT 31<sup>ST</sup> MARCH, 2003**

Sl. No.	PARTICULARS	NIFTY BeES (In Rs.)		Junior BeES (In Rs.)
		March 31,2003	March 31,2002	
<b>A.</b>	Net Asset Value, per unit	<b>98.3008</b>	<b>112.95</b>	<b>125.9663</b>
<b>B.</b>	Gross Income per-unit broken into following components:			
	i) Income other than profit on sale of investment, per unit	<b>0.2966</b>	<b>8.17</b>	<b>0.2337</b>
	ii) Income from Profit on inter scheme sales/transfer of investment, per unit	NIL	NIL	NIL
	iii) Income from profit on sale of investment to third party, per unit	<b>-0.3272</b>	<b>16.81</b>	<b>-4.4546</b>
	iv) Transfer to Revenue account from past year's reserve, per unit	-	-	-
<b>C.</b>	Aggregate of Expenses, Write off, Amortisation & Charges, per unit (including separately provision for depreciation in value of investments & loss on sale of investment, per unit)	<b>-1.5220</b>	<b>3.63</b>	<b>-17.2508</b>
<b>D.</b>	Net Income, per unit	<b>-1.0611</b>	<b>21.35</b>	<b>-16.8189</b>
<b>E.</b>	Repurchase Price during the period			
	i) Highest	<b>111.6800</b>	<b>119.36</b>	<b>136.3561</b>
	ii) Lowest	<b>93.7126</b>	<b>106.70</b>	<b>125.9663</b>
<b>F.</b>	Resale Price during the period			
	i) Highest	<b>111.6800</b>	<b>119.36</b>	<b>136.3561</b>
	ii) Lowest	<b>93.7126</b>	<b>106.70</b>	<b>125.9663</b>
<b>G.</b>	Market Price ( The National Stock Exchange of India)			
	i) Highest	<b>115.9000</b>	<b>120.00</b>	<b>137.4000</b>
	ii) Lowest	<b>86.0000</b>	<b>106.00</b>	<b>122.0000</b>
<b>H.</b>	Price Earning Ratio	<b>(0.01)</b>	<b>5.31</b>	<b>(0.03)</b>

\* The names of the Scheme's are Nifty Benchmark Exchange Traded Scheme (Nifty BeES) & Junior Benchmark Exchange Traded Scheme (Junior BeES).

The above per unit calculations are based on the number of units outstanding as on March 31.

Price Earning Ratio is based on the Closing Price on the National Stock Exchange of India on 31<sup>ST</sup> March and net income per unit.

A Unit-holder can obtain a copy of Annual Report of Nifty BeES/Junior BeES on request from Benchmark Mutual Fund.

## **NOTES TO THE ACCOUNTS**

### **1 Basis of Accounting**

The method of accounting is on accrual basis.

- 2 During the half year ended March 31, 2003 initial issue expenses of Rs. 1,82,225 (Rupees One lakh Eighty Two Thousand Two Hundred Twenty Five) pertaining to Junior BeES were written off.

### **3 Investments**

- a. Purchase and sale of securities are recognised on trade dates i.e. on the dates of transaction and not on the date of settlement.
- b. All investments are accounted at acquisition cost. Such cost includes stamp duty, brokerage and any other charge customarily included in broker's note.
- c. Cost of right equity shares, if any, is considered at issue price plus premium paid, if any, to acquire rights renunciation.
- d. Bonus entitlement, if any, are recognised on ex-bonus dates. Similarly right entitlements, if any, are recognized only when original shares on which the right entitlements accrue are traded on ex-right basis.

#### **e. Portfolio Valuation**

For the purpose of financial statements, the Fund marks all investments to market and carries investments in the Balance Sheet at the market value. Unrealised gain, if any, arising out of appreciation of the investments, is carried to the Balance Sheet. Traded securities are valued at the last quoted closing price on the NSE, if such date is not preceding more than 30 days prior to the valuation date.

Non-traded equity securities, including those not traded within 30 days prior to the valuation date & thinly traded securities are valued in accordance with the guidelines issued by the SEBI. However, the Scheme does not hold thinly traded/non-traded securities.

- f. In determining the holding cost of investments and gain and loss on sale of investments, the "Weighted Average Method" has been followed.

### **4 Unit Premium Reserve**

Unit premium Reserve is debited or credited at the time of purchase and sale of units after taking into account the face value of the units and income equalisation.

### **5 Income Equalisation Reserve**

An appropriate portion of price of the unit at the time of purchase and sale is transferred to income equalisation account. In arriving at the portion of the price to be transferred to income equalisation account, surplus/deficit (after considering unrealised appreciation/depreciation) upto the date of transaction is taken into account. The net balance in this account is transferred to the revenue account to adjust distributable surplus for the year.

### **6 Disclosure under regulation 25(8)**

The AMC has not paid any charges viz. agency commission, brokerage to parties associated with sponsor in which AMC or its major shareholder or its subsidiaries are having substantial interest.

**7 Disclosure under Regulation 25(11)**

The Scheme has not invested in any Company or its subsidiary, which has invested more than 5% of the NAV of the Scheme during the period ended on March 31, 2003.

**8 Previous year's figures**

As the Nifty BeES was launched on 20<sup>th</sup> December 2001 comparable figures for Half Year Ended MARCH 31, 2002 are for the period 20<sup>th</sup> December 2001 to 31<sup>st</sup> March 2002.

As Junior BeES was launched on 6<sup>th</sup> February 2003 comparable figures for Half Year ended March 31,2002 are not available.

**Scheme Classification**

Nifty BeES is an open ended Index Fund, tracking S&P CNX Nifty, in the nature of Exchange Traded Fund, listed on the Capital Market Segment of the National Stock Exchange of India.

Junior BeES is an open ended Index Fund, tracking CNX Nifty Junior Index, in the nature of Exchange Traded Fund, listed on Capital Market Segment of the National Stock Exchange of India.

**Investment Objective**

To provide returns that, before expenses, closely correspond to the total returns of the securities as represented by the S&P CNX Nifty Index & CNX Nifty Junior Index in case of Nifty BeES & Junior BeES respectively.

**Statutory Details**

Benchmark Mutual Fund has been set up as a Trust by Niche Financial Services Pvt. Ltd. with Benchmark Trustee Company Pvt. Ltd. as the Trustee (Trustee under the Indian Trust Act, 1882) with Benchmark Asset Management Company Pvt. Ltd. as the Investment Manager.

**Risk Factors:**

1. Mutual Funds and securities investments are subject to market risks and there can be no assurance or guarantee that the objective of the Scheme will be achieved.
2. As with any investment in securities, the NAV of the units of Scheme can go up or down depending on the factors and forces affecting the capital market.
3. Past performance of the Sponsor/its affiliates, Mutual Fund and Scheme does not indicate the future performance of the Scheme(s) of the Benchmark Mutual Fund.
4. The sponsor is not responsible for any loss or shortfall resulting from the operations of the Scheme beyond the initial contribution of Rs. 1 Lac towards setting up of the Mutual Fund.
5. Investors in the Scheme are not being offered any guaranteed or assured returns.
6. This is not an advertisement soliciting subscription to units of Nifty BeES/ Junior BeES.