

BankMuscat India Growth Fund

FEBRUARY 2011
Fund Update

NAV per unit: \$ 10.42

as on 28th Feb., 2011

In February the Sensex fell by 2.8% and Nifty lost 3.1%. Constant selling pressure was evident in markets during the run up to Union budget. The finance minister present balanced and growth oriented budget despite difficult macro-economic condition. The reserve Bank of India is expected to raise interest rate in its mid-quarterly review next month. Concerns over high inflation, rising crude oil prices, political unrest in Middle East and local governance issues will be important in deciding the movements in capital market indices in coming months.

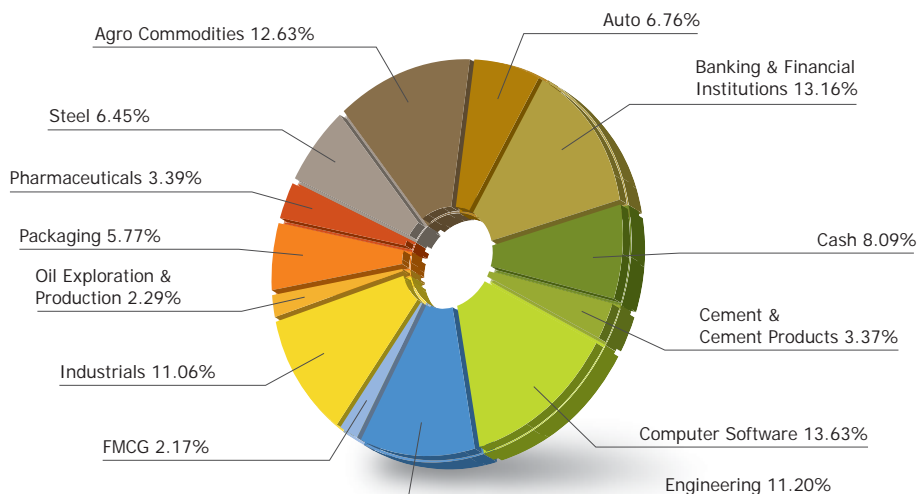
The current portfolio composition has an overweight to midcaps as we continue to see prospects of long term growth and momentum. The portfolio has been carefully constructed to smoothen out the market volatilities and the fund manger would look at any correction in the markets as an opportunity to take exposure in a structured manner. The Fund manager intends to gradually bring down the cash component maintained in the portfolio in the coming months and be fully deployed.

Sector Breakdown Of The Portfolio

Absolute return (%) as on 31st Jan 2011

	1 Month	3 Month	YTD	Since Inception
BMIGF	-3.61%	-10.17%	-14.87%	4.20%
MSCI India Index	-1.82%	-8.22%	-14.66%	10.8%

Sector Breakdown Of The Portfolio



Fund Details

Fund Name	BankMuscat India Growth Fund
Investment theme	India Domestic Growth Story
Fund Jurisdiction	Mauritius
Investment Manager	BankMuscat SAOG
Investment Advisor	Reliance Capital Asset Management Limited
Launch date	09 February '10
Management fees	2.5%
Base currency	USD
Minimum investment	USD 10,000
Tenor	Open-ended
Liquidity	Weekly

Top Five Fund Holdings

(% of assets)

Maruti Suzuki Ltd.	6.76%
ISMT Ltd.	6.45%
BEML Ltd.	5.78%
Zuari Industries Ltd.	5.66%
Savita Oil Technologies Ltd.	5.59%
TCS Ltd.	5.49%

About BankMuscat SAOG

BankMuscat is the largest bank in Oman with an asset base of USD 15.8 billion and market capitalization of USD 3.088 billion. The Asset Management Division of the Bank is one of the largest fund managers in the region with a track record of over 13 years. BankMuscat manages the following regional funds – Oryx Fund (GCC focused fund, rated S&P AA), Muscat Fund (Oman focused Fund, rated S&P AA) and BankMuscat MSCI® Kuwait Fund (MSCI® Kuwait Index tracker).

About Reliance Capital Asset Management Limited

Reliance Capital Asset Management Limited (RCAM) is the largest asset management company in India, managing over USD 25.16 billion with interests in asset management and mutual funds, life and non-life insurance, private equity and proprietary investments, stock broking and other activities in the financial services sector. RCL is a part of the Reliance – Anil Dhirubhai Ambani Group.

Disclaimer: This document has been prepared for information purposes only and does not constitute an offer or solicitation to purchase or sell units in BankMuscat India Growth Fund. The performance of the portfolio included herein is not indicative of future results of the Fund. Past performance is not necessarily indicative of future performance. Investors should carefully consider the investment objectives, risks, charges and expenses of the Funds before investing. To obtain a prospectus containing this and other important information, please email assetmanagement@bankmuscat.com.

For further information, please contact: Tel: +968 24768620/7983, e-mail: assetmanagement@bankmuscat.com

BankMuscat Asset Management

BankMuscat, PO Box 134, PC 112, Ruwi, Sultanate of Oman Fax: 24798234