

SPECIFIED UNDERTAKING OF UNIT TRUST OF INDIA
NOTIFICATION

Mumbai, the 26th November, 2009

SPECIFIED UNDERTAKING OF UNIT TRUST OF INDIA

SIGNIFICANT ACCOUNTING POLICIES

A. Income Recognition:

- I. Dividend income is recognised on the following basis:
 - a. In respect of listed equity shares, dividend income is accrued on the "ex-dividend" date.
 - b. In respect of unlisted equity shares, dividend income is accrued on date of declaration.
 - c. In respect of preference shares, dividend income is accrued on the date of receipt.
- II. Interest on debenture and other fixed income investments is recognised as income on accrual basis.
- III. Profit or loss on sale of investments is recognised on the trade dates on the basis of weighted average cost.
- IV. Unit Scheme 1964 Bonds, which owns the fixed assets, recovers service charges on mutually agreed basis approved by the Board of Advisors, from UTI AMC Pvt. Ltd. for the usage of the said assets.

B. Unit Premium Reserve:

In respect of US64, where units are repurchased at a premium over the face value under the special package announced by Government of India, the premium is charged to Unit Premium Reserve. Wherever US 64 units are repurchased under the net asset value (NAV) related prices, the discount is credited to unit premium reserve.

C. Expenses:

These are accounted for on accrual basis.

D. Investments

- i. Investments are stated at cost or written down cost.
- ii. Purchase and Sale of Securities in Secondary market are accounted on trade dates.
- iii. The cost of investment includes brokerage, service tax and stamp charges
- iv. Subscription in primary market is accounted as Investments, upon allotment.
- v. Right entitlements are recognised as Investment on "ex-right" dates.
- vi. Bonus entitlements are recognised as Investment on "ex-bonus" dates.
- vii. Investments in debenture / bonds , loans and deposits are treated and disclosed as current assets from the redemption/due date.

E. Valuation for Performing Investments**I. Equity and Equity related Securities:****a. Traded Securities**

When a security is traded on any stock exchange within a period of 30 days (including the valuation date) and the aggregate volume of trade during such period is more than 50,000 or if the trade value is greater than Rs.5,00,000 the security is treated as traded security. These are valued at the closing prices on BSE in absence of which closing price of NSE is taken.

b. Non traded / Thinly traded / Unlisted securities:

Investments in securities, which have not been traded on any stock exchange in the aforesaid manner, are stated at fair value as determined in accordance with SEBI Regulations.

II. Debentures , bonds, term loans and transferable notes - Debt Securities:**a. Traded Securities:**

Investment in debentures and bonds are valued at the closing market rate as on the date of valuation and, in its absence, at the latest quote available

during a period of fifteen days prior to the valuation date provided there is an individual trade in that security in marketable lot (presently Rs.5 Crore) on the Principal Stock Exchange or any other Stock Exchange.

b. Non-traded / Thinly traded securities:

Investment in non traded / thinly traded securities is valued as under:

i) Rated Debt Securities:

Debt securities with residual maturity of greater than 182 days:

Investment in securities with residual maturity period of greater than 182 days are valued at Yield to Maturity (YTM) based on the matrix provided by CRISIL. The yield to maturity is marked up or down for illiquidity risk, in accordance with SEBI Regulations.

Debt securities with residual maturity of up to 182 days:

Investment in debt securities with residual maturity of up to 182 days are valued as on the valuation date on the basis of amortisation.

Debt security with put/call options:

Securities with call options are valued at the worst (lowest) of the call and securities with put options are valued at best (highest) of the put. Securities with both put and call options on the day are deemed to mature on the put/call day and are valued accordingly.

Fully / Partly / Optionally Fully Convertible Debentures:

i. Convertible portion of debentures, where the terms of conversion are available, is valued as equity at the closing market price or fair value applicable for, traded and thinly / non traded equity respectively less a discount of 10% towards liquidity.

ii. Non Convertible portion of Convertible debentures and the entire amount of convertible debentures where the terms of conversion are not

available, are valued as per the norms applicable for non-convertible debentures as per para E(II)

ii) Unrated/ non investment grade Debt Securities:

Investments in unrated / non investment grade debt securities are valued at a discount of 25 percent to face value while deep discount bonds are valued at a discount of 25 percent to carrying cost.

III. Government Securities:

Investment in Government securities are valued as on the valuation date at the prices released by CRISIL an agency notified by AMFI. For the securities whose prices are not provided by CRISIL the yield curve is used.

IV. Unquoted warrants:

Unquoted warrants are valued at the market rate of the underlying equity shares discounted for dividend element, if any, and reduced by the exercise price payable. In cases where the exercise price payable is higher than the value so derived, the value of warrants is taken as nil and where the exercise price is not available or the underlying equity is non traded/unlisted, such warrants are valued at cost.

V. Rights entitlements:

Rights entitlements for the shares are valued at the market price of the share, reduced by the exercise price payable, further discounted for dividend element, whenever applicable.

VI. Money Market Instruments:

Investments in Money Market Instruments are valued at cost plus accrued interest up to the valuation date.

VII. Unquoted / thinly traded Preference shares:

- i. In the absence of rating for Preference share, the ratings available for the debt instruments of a company is used for valuation.
- ii. Investment grade which are BBB – and above, are valued on Yield to Maturity (YTM) as per the rated given in CRISIL matrix / other rating agencies, with appropriate mark-up.
- iii. 'Unrated' and 'Below investment grade', preference shares are valued at a discount of 25% to the face value.
- iv. The cumulative convertible preference shares are valued as per the norms applicable for valuation of fully convertible debentures. If the details of conversion are not available, they are considered as ordinary preference shares and are valued accordingly.
- v. In case, dividend on preference is not received within 90 days, a discount of 15% is applied in the valuation. If the arrears continue for more than 1 year, the discount applied is 20%.
- vi. If the redemption value is not received within 90 days, 100% provision of the redemption receivable is made. If the redemption is in parts and proceeds are not received within 90 days, in addition to the provision for redemption receivable, the discount as given above is applied on the balance.
- vii. If there exists provision against a preference share and any other asset issued by the company is NPA such preference shares are valued at zero.

F. Depreciation and Provision:**II. Depreciation in the value of investments:**

The aggregate value of investments as computed in accordance with norms above is compared to the aggregate cost of such investments and the resultant depreciation, if any is charged to revenue account. In case such aggregate value exceeds the aggregate cost or the aggregate value as at the end of the previous year,

the appreciation is credited to revenue account to the extent depreciation was previously adjusted.

III. Provisions for non performing asset: (NPA)

- i. Provision is made in respect of outstanding interest income of the period prior to the date on which asset is classified as non-performing (NPA). An "asset" is classified as non-performing, if the interest and/or principal amount have not been received or remained outstanding for one quarter, i.e. 90 days or more from the day such income/ installment has fallen due. The interest and investment provision is made from the date the asset is classified as NPA.
- ii. Provision for NPA is charged to Revenue Account
- iii. Provision made as above is written back on receipt of dues, in phased manner.
- iv. Provision is made in respect of dividend, where it remains outstanding for more than 120 days from the ex-dividend date.

G. Inter scheme transactions (ISTs):

- i. **Traded equity shares:** ISTs of traded securities are effected at the intra-day (spot price) as on the IST date and in its absence, at the latest closing market price available during the last 30 days.
- ii. **Non-traded/Thinly traded/unlisted equity shares:**

ISTs in respect of these securities in case of a maturing scheme (i.e., scheme maturing within a period of 45 days from the date of IST) are effected at the transfer price arrived at by the following methods:

 - a) If market quote is available in any recognised stock exchange for such equity, during a period of past 90 days as on IST date, the latest such market quote, discounted by 25% for illiquidity, is considered.

- b) Unquoted equity is valued at the fair value as per the methodology approved by the erstwhile Board of Trustees. The IST of unquoted equity is done at the fair value less discount of 50%.
- c) By calling for bids from other schemes and the IST is effected at the highest bid.
- d) If no scheme is willing to take, then the security is transferred to DRF at Re.0.01 per share.
- Transfer of these securities in case of a non-maturing scheme are effected at Re.0.01 to DRF per share.

iii. **Debentures/bonds:**

- a) ISTs of traded debentures and bonds are effected as per Policy E II (a).
- b) ISTs of thinly traded/non-traded debentures, bonds, term loans and transferable notes are effected as per Policy E II (b).
- c) Transfer of NPA securities to DRF are effected at Rs.1.00 per security.
- iv. ISTs of Government securities are effected as per policy E (III).
- v. Other investments- ISTs of other investments/assets are effected at the carrying cost of such investment.
- vi. Schemes borrowing funds, if any, internally pay interest at the approved rate.

H. Custodian:

Stock Holding Corporation of India (SHCIL) provides custodial services and their fees are accounted for on accrual basis.

. Fixed Assets :

Fixed Assets are stated at historical cost less accumulated depreciation, except in respect of land, buildings, premises and building improvements which are stated at revalued cost less accumulated depreciation. In the event of revaluation, the resultant surplus on revaluation is shown as revaluation reserve. Depreciation on the appreciated amount on account of revaluation is charged to Revaluation Reserve.

- ii. Depreciation is provided on the written down value method at the under mentioned rates except on those assets held for less than six months in the accounting year, where depreciation is provided at half the said rates:-

Building and ownership premises	5%
Furniture and Fixtures	10%
Office equipments, Building Improvements,	
Software, Computers & Motor Vehicles	33.33%

Leasehold land and premises are amortised equally over the period of lease.

- iii. Building improvements in leased premises are depreciated at 33.33% in case the lease period exceeds eight years. However, in case the lease period does not exceed eight years, the same is amortised over the period of lease and in case the lease is not renewed within the period of eight years, the balance unamortised amount is charged in the last year of lease.
- iv. Fixed assets, which are installed and put to use, pending final settlement of liabilities are stated on an estimated basis. On final settlement depreciation is adjusted, from the date the asset is put to use.
- v. On sale of Fixed Assets, the profit / loss arrived at after reducing the written down value of cost and appreciation of fixed asset on revaluation has been accounted in the Revenue account. The balance outstanding in revaluation reserve for assets sold has been transferred to General Reserve.

J. Reserve funds:

In accordance with the provisions of Section 25 B (1) of the erstwhile Unit Trust of India Act, 1963 the following funds had been created, which, though belonging to the ASUUTI, are accounted under the Unit Scheme 1964 Bonds as a matter of administrative convenience.

Development Reserve Fund (DRF) :

A. Constitution:

The Fund was set up for developmental, research, promotional and any other activities of the Trust. The fund provides guarantee in respect of return/capital under certain schemes.

The Fund is built up by: -

i. Contributions from

- schemes launched from 1st July, 1994 onwards, as per the respective scheme provisions.

- for all other schemes, at the rates approved by the Board of Trustees of erstwhile UTI.

ii. Management fees received from VECAUS III and accounted as income.

B. Operation:

i. Income and expenses of the fund are accounted for on accrual basis.

ii. Investments are stated as per policy stated in E above.

iii. The fund mainly invest in the equity shares of companies promoted/co-promoted by the Trust.

v. Two Years after closure of a scheme, at the end of the accounting year the residual assets are valued on the basis of market price, if available, otherwise as per the approved rates. The value so arrived at is adjusted against liabilities/provisions and the resultant net surplus/deficit is transferred to DRF.

In case of pooled schemes this practice is followed two years after closure of the last scheme. Any claims in future against these schemes are charged to DRF. This policy is followed till 30/06/2002.

The balances of Post redemption schemes where strategic equity is held on behalf of Government Of India, are shown under DRF, duly matched assets and liabilities.

er Funds:-

Currently we are having two Funds namely Asset Reconstruction Fund and Staff Welfare Fund, established through contribution from the Development Reserve Fund.

ne Distribution :

Provision for income distribution on unit capital is made at rates approved by Scheme Provisions/ Administrator.

SPECIFIED UNDERTAKING OF UNIT TRUST OF INDIA**NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 2009****Schedule "M"**

1. The Unit Trust of India Act, 1963 has been repealed by the Government of India viz "The Unit Trust of India (Transfer of Undertaking and Repeal) Act, 2002". In exercise of the powers conferred under the Repeal Act, the Central Government vide its notification dated 15th January 2003 had notified 1st February 2003 as the "Appointed day" for the purpose of transfer and vesting the undertaking of the erstwhile UTI into two entities viz Specified Undertaking of Unit Trust of India (SUUTI) and UTI Mutual Fund. These financial statements are drawn up for SUUTI, pursuant to the said Repeal Act.
2. During the year, the Books of two schemes namely MATNAVMIIP and MATFVMIIP have been merged into Development Reserve Fund.
3. The Government of India announced limited repurchase facility at the specified assured prices for US 64 and financial package for assured return schemes. The difference between the net asset value (NAV) and the applicable repurchase / assured price has been compensated by the Government. This deficit has been accounted for as 'Inflow from GOI Special Packages' under the Unit Premium Reserve and the amount received in advance in respect of short fall is accounted under the head 'Sundry Creditors' in the case of US 64 and for other schemes the deficit shown under 'General Reserve' has been made up by the DRF which has been accounted for all Govt. grant received as 'Grant Received from GOI'.
4. a. The accounts of 'US 64 Bonds' would consist of all the Assets and Liabilities of terminated US64 scheme as well as current transactions under US 64 Bonds. US 64 Bond capital includes Rs. 0.74 crore of objection cases (previous year 1.70 crore.)
b. The accounts of 'ARS Bonds' consists of all the Assets and Liabilities of several foreclosed schemes CGGF 86, RUP 94, CGGF 99, RUP 99, BGVMIIP, MIP 98 (VMIIP) and current transactions under ARS Bonds. ARS Bond includes Rs. 0.04 crore of objection cases (previous year 0.04 crore). In case of CGGF -86 an amount of Rs. 34.53 crore (previous year 36.24 crore) has been accounted as 'repurchase payable to unit holders' representing the units, which though matured till the foreclosure date but not claimed by the unit holder.
5. The application money received from the investors under various schemes amounting to Rs. 2.34 crore (previous year Rs.2.34 crore) is yet to be capitalized. The application money is pertaining to previous years and pending capitalization it is kept separate for claims to be received from unit holders.
6. In case of re-scheduling of loans, SUUTI has exhibited the entire existing provision for write-back, simultaneously, making a charge against the revenue, based on agreed parameters of re-scheduling. The correct practice should have been to show the addition/write back provisions in the Revenue Accounts. And as such the provision

written back and provisions charged have been shown at higher values in Accounts without affecting the net excess of income over expenditure. The necessary exercise in this regard is required to be carried out on an individual case.

7. a. The unlisted /non traded preference shares costing Rs.16.54 crore (previous year 17.57 crore) have been valued at NIL which is not as per the accounting policy no. VII as in the opinion of the 'valuation committee' the said preference shares have very negligible residual value.

b. The reconciliation of our Books of Accounts with the custodian (SHCIL) has revealed the following difference:-

(i) Rs. 4.41 crore (cost) in equity shares out of which for 0.24 crore the excess shares lying with the custodian are to be returned to the company/promoter and for 4.17 crore the sale of equity shares is effected in books by us but the shares not released by the custodian.

(ii) Rs. 0.08 crore (cost) in preference shares where the companies are not responding/are under liquidation.

(iii) Difference of Rs. 605.57 crore of face value in debentures and Bonds. Out of this for Rs. 431.30 crore the legal action is taken for recovery of dues and for Rs. 61.37 crore the confirmation/letter evidencing servicing of dues from company is available. Further for Rs.81.47 crore, the companies have not issued security subsequent to restructuring and for Rs. 20.21 crore the redemption amount is not received. Other differences of Rs. 11.22 crore are on account of redemption proceeds not received, redemption receipts accounted subsequently in books or the companies are sick/liquidated etc.

8. Investments include,:

i) Shares costing Rs.1.68 crore (previous year Rs.1.70 crore) which were notified by the custodian appointed under the Special Court (TORTS) Act, 1992. Though the necessary formalities required for transfer of these shares have been completed by the Trust, the matter is still pending with the Stock Exchange/Office of the custodian; however petition has been filed in Special Court Mumbai for all the cases.

ii) Unsecured advances and loans extended from time to time as provided under sub section (3) of section 19 of the erstwhile UTI Act 1963;


iii) Equities and debts where the certificates are yet to be issued by the companies;

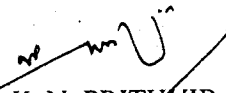
iv) Debt exposure in respect of which security creation is in process.

9. Following are the companies where SUUTI has substantial holding.

Name of the Company	% holding of SUUTI
UTI Technology Services Ltd.	100%
UTI Investment Advisory Services Ltd.	87.91%
UTI Bank Ltd.	27.08%
ASREC (India) Ltd.	39.29%
UTI Infrastructure And Services Ltd.	100%

10. The Trust had received notices under the Wealth Tax Act relating to past years and raised demand for Rs. 3.84 crore for which the erstwhile Trust preferred an appeal with Commissioner of wealth Tax that was allowed by him. Subsequent appeal by the department with Income Tax Appellate Tribunal was dismissed as the appeals had been filed by the Wealth Tax Authorities without obtaining permission of their department (which is mandatory). Subsequently, the Wealth Tax Authorities have got the permission, however, no fresh notice for restoration of Appeals has either been received by us or by Advocate.
11. The work relating to management and maintenance of property belonging to SUUTI and related matters has been outsourced to UTI Infrastructure and Services Limited (Company), a 100% subsidiary of SUUTI. The company is yet to enter into formal agreement with SUUTI relating to the scope of work and related services.
- The formalities relating to documentation for various properties under the ownership/ possession of SUUTI are being completed as the sale is a continuous process.
 - SUUTI has given the properties on lease to various companies, however the formal agreements with lessees are yet to be entered, and accrue & recover rent/ other expenses from various associates/ subsidiaries and other parties for which details are being compiled.
 - During the year, SUUTI has sold various properties, formalities relating to transfer/ sale of properties in few cases, are under process as the sale is a continuous process.
12. Contingent Liabilities not provided for cases pending with Consumer Forum is Rs.2.26 crore.
13. The figures are regrouped / reclassified wherever necessary.



IMTAIYAZUR RAHMAN
Chief Finance Officer


K. N PRITHVIRAJ
Administrator

For and on behalf of
ASHOK BHARTIA & Co.
CHARTERED ACCOUNTANTS


ASHOK BHARTIA
Partner

MUMBAI
DATED : 3rd August 2009

LIABILITIES
CAPITAL
RESERVES AND
CURRENT LIABILITIES
SIZE OF DEBT
CURRENT
LIABILITIES
DEVELOPMENT
SIZE OF DEBT
CURRENT
OTHER FUNDS
TOTAL LIABILITIES
ASSETS
INVESTMENTS
DEPOSITS
CURRENT ASSETS
FIXED ASSETS
ASSETS OF DEVELOPMENT
ASSETS OF POSSESSION
TOTAL ASSETS
ASSETS OF OTHERS
TOTAL ASSETS
NOTES TO ACCOUNTS
Statement of Sign
As per our attached
For and on behalf of
ASHOK BHARTIA
Chartered Accountant

ASHOK BHARTIA
Partner
Mumbai
Dated: 3 rd August

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE TRUST OF INDIA

BALANCE SHEET AS AT 31ST MARCH, 2009

Rupees in Lakhs

UNIT SCHEME 64 BONDS

LIABILITIES	31.03.2009		31.03.2008
CAPITAL.....'A'			
RESERVES AND SURPLUS.....'B'			
CURRENT LIABILITIES AND PROVISIONS.....'C'	59,347.01		774,714.20
SIZE OF DEVELOPMENT RESERVE FUND	149,368.76		206,728.27
CURRENT LIABILITIES AND PROVISIONS OF DRF	201,910.89		72,991.25
LIABILITIES OF POST REDEMPTION SCHEMES UNDER DRF	467,330.59		463,823.20
DEVELOPMENT RESERVE FUND.....'D'	48,172.30		21,754.59
SIZE OF OTHER FUNDS	72,917.22		67,425.41
CURRENT LIABILITIES AND PROVISIONS OF OTHER FUNDS	688,420.11		663,002.75
OTHER FUNDS.....'E'	105,891.77		37,885.03
TOTAL LIABILITIES	185,490.32		219,271.63
ASSETS	291,382.09		317,167.25
INVESTMENTS.....'F'	1,290,418.85		2,022,993.73
DEPOSITS.....'G'			
CURRENT ASSETS.....'H'	386,766.22		461,946.82
FIXED ASSETS.....'I'	3,938.67		460,692.04
ASSETS OF DEVELOPMENT RESERVE FUND	8,986.72		229,663.66
ASSETS OF POST REDEMPTION SCHEMES UNDER DRF	11,926.14		20,632.20
TOTAL ASSETS OF DEVELOPMENT RESERVE FUND.....'J'	515,502.89		485,577.34
ASSETS OF OTHER FUNDS.....'K'	72,917.22		67,425.41
TOTAL ASSETS	688,420.11		663,002.75
NOTES TO ACCOUNTS.....'M'	291,382.09		317,167.26
	1,290,418.85		2,022,993.73

Statement of Significant Accounting Policies forms an integral part of the Accounts.

As per our attached report of even date for and on behalf of SHOK BHARTIA & CO. Chartered Accountants

[Signature]

SHOK BHARTIA Partner

[Signature]
IMTAIYAZUR RAHMAN Chief Finance Officer
[Signature]
K.N. PRITHVIRAJ Administrator

Date: 3rd August 2009

REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2008 TO 31ST MARCH, 2009

Rupees in Lakhs

	UNIT SCHEME 64 BONDS	
	CURRENT YEAR	PREVIOUS YEAR
INCOME		
DIVIDEND		
INTEREST	15,024.24	11,715.64
PROFIT ON SALE/REDEMPTION OF INVESTMENT OTHER THAN IST	8,448.15	76,420.00
OTHER INCOME	2,972.87	16,595.76
RIOR PERIOD INCOME	5,173.89	8,764.92
PROVISION FOR DOUBTFUL INCOME PR YR WRITTEN BACK		44.96
PROVISION FOR DOUBTFUL INVESTMENT& DEPOSITS WRITTEN BACK	181.01	48.48
COST OF INVESTMENTS WRITTEN BACK DURING YEAR	0.15	745.26
PROVISION FOR OLD ITEMS IN RECONCILIATION WRITTEN BACK	18.86	21.81
	4,246.63	2,158.67
SS - COST OF INVESTMENTS WRITTEN OFF		
SS -PROVISION FOR DOUBTFUL INCOME	36,065.80	116,615.52
SS -PROVISION FOR DOUBTFUL INVESTMENT& DEPOSITS	642.81	97.82
SS - PROVISION FOR OLD ITEMS IN RECONCILIATION	125.77	325.33
	114.34	
	1,250.89	3,715.41
	2,133.81	
	2,133.81	3,715.41
EXPENDITURE		
INTEREST PAID TO BONDHOLDERS FOR THE YEAR		112,376.96
OFFICE EXPENSES	8,429.76	
UTILITY EXPENSES	1,888.01	54,424.60
TODIAL, REGISTRAR & BANK CHGS	203.91	2,864.87
ADVISORS' FEES	409.41	121.86
COMMISSIONS	13.05	2,856.35
DEPRECIATION ON FIXED ASSETS	936.32	16.14
	227.29	2,901.22
	12,107.76	280.29
	12,107.76	63,486.33
	2,616.89	1,051.64
	2,616.89	1,051.64
EXCESS OF INCOME OVER EXPENDITURE	14,724.64	64,536.97
	19,207.36	47,839.99
PROFIT APPROPRIATION ACCOUNT		
EXCESS OF INCOME OVER EXPENDITURE		
ESS) PRIOR PERIOD ADJUSTMENTS	19,207.36	47,839.99
	(175,101.12)	0.03
AMOUNT TRANSFERRED TO GENERAL RESERVE	(166,893.77)	47,840.02
	(155,893.77)	47,840.02
	(166,893.77)	47,840.02

Statement of Significant Accounting Policies forms an integral part of the Accounts.

Attached report of even date
on behalf of
HARTIA & CO.
Accountants

HARTIA

IMTAIYAZUR RAHMAN
Chief Finance Officer

K.N. PRITHVIRAJ
Administrator

August 2009

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ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009
Rupees in Lakhs

SCHEDULE 'A'	UNIT SCHEME 64 BONDS	
	31.03.2009	31.03.2008
CAPITAL		
BOND CAPITAL		
TOTAL	59,347.01	774,714.20
SCHEDULE 'B'		
RESERVES AND SURPLUS		774,714.20
UNIT PREMIUM RESERVE		
BALANCE AS PER THE LAST BALANCE SHEET (UPR)		
PREMIUM COLLECTED/(PAID) DURING THE YEAR (NET)	(279,472.71)	(279,473.00)
TOTAL	8.88	0.30
FIXED ASSETS REVALUATION RESERVE		
BALANCE AS PER LAST B.SHEET (REVALUATION RESERVE)	(279,463.83)	(279,472.71)
LESS: TRANSFERRED TO DEPRECIATION ON FIXED ASSETS	16,511.31	20,836.00
LESS: TRANSFERRED TO GENERAL RESERVE	484.63	724.30
TOTAL	5,568.33	3,600.44
GENERAL RESERVE		
GENERAL RESERVE ON UNIT CAPITAL		
BALANCE AS PER LAST BALANCE SHEET		
TRANSFERRED FROM REVENUE APPROPRIATION ACCOUNT	568,689.67	517,249.21
TRANSFERRED FROM FIXED ASSET REVALUATION RESERVE	(156,893.77)	47,840.02
SUB TOTAL (a)	5,568.33	3,600.44
GRAND TOTAL	418,364.23	688,689.67
SCHEDULE 'C'		
CURRENT LIABILITIES AND PROVISIONS		
CURRENT LIABILITIES		
SUNDRY CREDITORS		
APPLICATION MONEY PENDING SCRUTINY	152,636.85	7,033.54
UNCLAIMED INCOME/INTEREST DISTRIBUTION	61.17	61.17
TOTAL (A)	35,432.10	48,582.37
PROVISIONS		
PROVISION FOR DOUBTFUL INCOME		
PROVISION FOR DOUBTFUL INVESTMENTS & DEPOSITS	334.22	389.46
PROVISION FOR OLD ITEMS IN RECONCILIATION	3,413.74	3,299.55
PROVISION FOR INCOME DISTRIBUTION	10,007.95	13,025.16
TOTAL (B)	24.86	
TOTAL (A)+(B)	13,780.77	16,714.17
SCHEDULE 'D'		
DEVELOPMENT RESERVE FUND		
BALANCE AS PER LAST BALANCE SHEET		
TRANSFER OF BALANCES OF MERGED FUNDS	463,823.26	379,692.64
INCOME/INTEREST RECEIVED DURING THE YEAR	28,101.14	1,973.22
SUB TOTAL 'A'	57,376.45	84,256.88
LESS: UTILISATION DURING THE YEAR		
SUB TOTAL 'B'	81,970.26	2,099.49
SIZE OF DEVELOPMENT RESERVE FUND SUB TOTAL C=A+B	81,970.26	2,099.49
CURRENT LIABILITIES & PROVISIONS		
SUNDRY CREDITORS		
UNCLAIMED INCOME/INTEREST DISTRIBUTION	4,490.67	3,858.41
GRANT RECEIVED FROM GOI	26,657.72	
PROVISION FOR DOUBTFUL INCOME	2,174.97	2,174.97
PROVISION FOR DOUBTFUL INVESTMENTS & DEPOSITS	165.29	170.84
PROVISION FOR OLD ITEMS IN RECONCILIATION	13,145.39	15,520.07
CURRENT LAB. AND PROVISION OF DRF-SUB TOTAL 'D'	1,538.26	29.80
TOTAL X = (C+D)	48,172.30	21,764.09
TOTAL	515,602.89	485,677.36

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009 (CONTD.)

Rupees in Lakhs

SCHEDULE 'D' (Contd.) LIABILITIES OF POST REDEMPTION SCHEMES UNDER DRF POST REDEMPTION FUND	UNIT SCHEME 84 BONDS	
	31.03.2009	31.03.2008
GENERAL RESERVE AS PER LAST BALANCE SHEET	23,202.42	19,453.24
INCOME/INTEREST RECEIVED DURING THE YEAR	5,799.98	3,998.39
UTILISATION OF FUND	210.97	249.21
SUB TOTAL (a)	28,791.43	23,202.42
CURRENT LIABILITIES & PROVISIONS		
SUNDRY CREDITORS		23,202.42
PAYABLE TO GOVERNMENT OF INDIA	3.55	
PROVISION FOR DOUBTFUL INVESTMENTS & DEPOSITS	43,743.18	7.60
SUB TOTAL (b)	379.06	43,743.18
LIAB. OF POST REDEM. SCHEMES UNDER DRF TOTAL Y = A+B	44,125.79	44,222.99
DEVELOPMENT RESERVE FUND Z = X + Y	72,917.22	67,426.41
SCHEDULE 'E'	688,420.11	663,002.76
OTHER FUNDS		
(A) STAFF WELFARE FUND (SWF)		
BALANCE AS PER LAST BALANCE SHEET		
NET INCOME DURING THE YEAR	21,559.06	20,554.86
UTILISATION DURING THE YEAR	1,588.00	1,083.36
SIZE OF THE FUND - SUB TOTAL (a)	54.25	79.16
CURRENT LIABILITIES & PROVISIONS		
SUNDRY CREDITORS		21,663.06
SUB TOTAL (b)	0.20	464.76
TOTAL 'A' = (a+b)	23,093.01	464.76
(B) ASSET RECONSTRUCTION FUND (ARF)		
BALANCE AS PER LAST BALANCE SHEET		
INCOME EARNED DURING THE YEAR	76,326.57	106,772.12
UTILISATION OF FUND	6,772.24	(30,149.10)
SIZE OF THE FUND - SUB TOTAL (a)	299.85	296.45
CURRENT LIABILITIES & PROVISIONS		
SUNDRY CREDITORS		76,326.67
PROVISION FOR DOUBTFUL INCOME	1,081.54	4,707.28
PROVISION FOR DOUBTFUL INVESTMENTS & DEPOSITS	11,084.70	12,036.70
PROVISION FOR OLD ITEMS IN RECONCILIATIONS	173,343.88	201,961.75
SUB TOTAL (b)	185,490.12	101.14
TOTAL 'B' = (a+b)	268,289.08	218,806.87
SIZE OF OTHER FUNDS - TOTAL I	106,891.77	296,133.44
CURRENT LIAB. & PROVN. OF OTHER FUNDS - TOTAL II	186,490.32	97,866.63
OTHER FUNDS TOTAL (A+B)	291,382.09	219,271.63
SCHEDULE 'F'		317,167.26
INVESTMENTS		
CENTRAL & STATE GOVT SECURITIES/CERTIFICATES		
EQUITY SHARES AND BONDS		
PREFERENCE SHARES	18,549.92	16,968.48
EQUITY SHARES	1,435.42	87,302.11
MUTUAL FUND UNITS	338,143.96	1,492.54
TOTAL	27,635.92	340,182.69
LIABILITIES (AT COST)		
LIABILITIES (AT VALUATION)		
TOTAL	386,766.22	6,000.00
NET INVESTMENT VALUE (AT COST)	291,181.83	461,346.82
NET INVESTMENT VALUE (AT VALUATION)	94,583.59	291,718.58
APPRECIATION (DEPRECIATION) IN VALUE OF INVESTMENT TOTAL ('B' - 'A')	386,766.22	160,227.24
'A'	888,908.89	461,346.82
'B'	49,699.72	1,295,706.80
TOTAL ('B' - 'A')	938,608.61	110,933.35
APPRECIATION (DEPRECIATION) IN VALUE OF INVESTMENT TOTAL ('B' - 'A')	662,843.39	1,406,640.16
		964,634.33

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009 (CONTD.)

Rupees in Lakhs

	UNIT SCHEME 84 BONDS	
	31.03.2009	31.03.2008
SCHEDULE 'G'		
DEPOSITS		
DEPOSITS WITH BANKS		431.12
OTHER DEPOSITS	3,938.57	19.32
TOTAL	3,938.57	450.44
SCHEDULE 'H'		
CURRENT ASSETS		
BALANCE WITH BANKS IN CURRENT ACCOUNTS		
SUNDRY DEBTORS	4,010.61	6.54
CONTRACTS FOR SALE OF INVESTMENTS	3,702.86	6,217.77
OUTSTANDING AND ACCRUED INCOME		
ADVANCES, DEPOSITS ETC	954.84	9.11
SHARES/DEBENTURES APPLICATION MONEY	318.41	40,837.37
REMITTANCE TO GOVERNMENT OF INDIA		310.34
TOTAL	8,986.72	175,017.95
		229,641.15

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
 SCHEDULE ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009 (CONTD.....)
 U S 64 BONDS

**SCHEDULE '1'
FIXED ASSETS**

	GROSS BLOCK AT COST						DEPRECIATION				NET BLOCK	
	AS ON 31st MARCH, 2008	ADDITIONS/ADJUSTMENTS	DEDUCTIONS/ADJUSTMENTS	TOTAL AS ON 31.03.2008	AS ON 31st MARCH, 2008	DEDUCTIONS/ADJUSTMENTS 1.04.08 to 31.03.2009	DEP. ON REVALUED COST 1.4.08 TO 31.03.09	TRANFERRED FROM REVALUATION RESERVE	TOTAL AS ON 31.03.2009	AS ON 31st MARCH, 2009	AS ON 31st MARCH, 2008	
LAND (LEASEHOLD)	1627.88	-	1448.57	181.31	287.12	189.62	4.45	0.00	101.95	79.36	1340.76	
LAND (FREEHOLD)	1490.35	0.00	-	1490.35	1522.92	1179.51	125.17	102.61	468.58	1490.35	1490.35	
BUILDINGS	4012.82	-	2950.30	1062.52	3071.53	1,165.87	159.36	159.36	468.58	593.94	2489.91	
OFFICE PREMISES (LEASEHOLD)	10446.09	0.00	5,353.28	5092.81	5027.23	580.31	348.81	159.36	2065.02	3027.79	7374.56	
OWNERSHIP PREMISES	12148.57	0.00	1154.20	10984.37	480.85	22.74	7.83	222.66	4795.73	6188.64	7121.34	
BUILDING IMPROVEMENTS	504.44	0.00	23.61	480.83	1535.55	396.34	54.92	0.00	465.94	14.89	23.59	
FURNITURE & FIXTURE	2150.54	(3.55)	542.05	1604.94	3240.53	371.22	25.51	0.00	1194.13	410.81	614.99	
OFFICE EQUIPMENTS	3315.80	1.87	374.88	2842.79	0.02	0.00	25.51	0.00	2894.82	47.97	75.29	
MOTOR VEHICLES	0.02	-	0.00	0.02	928.75	0.00	0.00	0.00	0.02	-	0.00	
COMPUTERS	955.65	2.12	0.00	957.77	16094.50	3905.61	9.57	0.00	938.32	19.45	26.88	
ADVANCE TOWARDS PURCHASE OF CAPITAL ASSETS	36652.16	0.44	11854.89	24797.71	250.99	735.62	484.63	12024.51	11873.20	20557.67	-	
	74.57	0.75	22.38	52.94	16094.50	3905.61	735.62	484.63	12024.51	52.94	74.57	
TOTAL	36726.73	1.19	11877.27	24850.65	16094.50	3905.61	735.62	484.63	12924.51	11926.14	20632.24	

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ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009 (CONTD.)

Rupees in Lakhs

SCHEDULE 'J'	UNIT SCHEME 84 BONDS	
	31.03.2009	31.03.2008
ASSETS OF DEVELOPMENT RESERVE FUND		
EQUITY SHARES/PREF SHARES		150,789.23
DEBENTURES AND BONDS	150,686.28	
MUTUAL FUND UNITS	47.71	392.15
DEPOSITS WITH BANKS	83,214.80	46,893.41
OTHER DEPOSITS	210,596.83	249,636.87
GOI SPECIAL BONDS	2,681.69	12,703.56
INVESTMENT AT COST	300.00	300.00
SUB TOTAL (A)	447,627.31	460,616.31
CURRENT ASSETS		
SUNDRY DEBTORS		18,518.99
OUTSTANDING AND ACCRUED INCOME	53,564.50	8,350.90
SHARES / DEBENTURES APPLICATION MONEY	13,038.25	187.57
BANK BALANCES		2.77
CONTRACT FOR SALE OF INVESTMENTS	1,372.83	1.70
SUB TOTAL (B)		1.70
ASSETS OF DEVELOPMENT RESERVE FUND TOTAL P=A+B	67,976.68	25,962.03
SCHEDULE 'J' (Contd.)	615,602.89	486,577.34
ASSETS OF POST REDEMPTION SCHEMES UNDER DRF		
POST REDEMPTION FUND		
EQUITY SHARES		34,290.48
MUTUAL FUND UNITS	34,290.48	
DEPOSITS WITH BANKS	19,184.61	24,800.00
OTHER DEPOSITS		7,500.00
INVESTMENT AT COST	1,185.97	49.99
SUB TOTAL (A)	64,661.06	66,640.47
CURRENT ASSETS		
SUNDRY DEBTORS		477.60
OUTSTANDING AND ACCRUED INCOME	18,256.16	307.34
SUB TOTAL (B)		784.94
ASSETS OF POST REDEM. SCHEMES UNDER DRF Q=A+B	18,266.16	784.94
TOTAL ASSETS OF DEVELOPMENT RESERVE FUND R=P+Q	72,917.22	67,426.41
SCHEDULE 'K'	688,420.11	563,002.75
ASSETS OF OTHER FUNDS		
(A) ASSETS OF STAFF WELFARE FUND (SWF)		
CENTRAL & STATE GOVT SECURITIES/CERTIFICATES		
EQUITY SHARES	1,500.00	5,680.30
DEBENTURES AND BONDS	500.00	500.00
MUTUAL FUND UNITS	535.54	5,059.42
OTHER DEPOSITS/DEPOSITS WITH BANKS	3,939.76	9,556.93
INVESTMENT AT COST	1,031.71	1,000.00
SUB TOTAL (a)	7,607.01	21,796.66
CURRENT ASSETS		
OUTSTANDING AND ACCRUED INCOME		210.40
SUNDRY DEBTORS	34.25	16.77
SUB TOTAL (b)	15,551.74	227.17
TOTAL A = (a+b)	16,658.99	22,023.82
ASSETS OF ASSET RECONSTRUCTION FUND (ARF)		
DEBENTURES AND BONDS		
EQUITY SHARES		15,667.19
MUTUAL FUND UNITS	11,803.38	
TERM LOANS	23.99	11.31
OTHER DEPOSITS/DEPOSITS WITH BANKS	38,391.58	32,264.22
INVESTMENT AT COST	984.89	753.84
SUB TOTAL (a)	2,826.56	45,000.00
CURRENT ASSETS		
OUTSTANDING AND ACCRUED INCOME	54,030.40	23,696.66
SUNDRY DEBTORS		
SUB TOTAL (b)	11,007.90	15,158.16
TOTAL B = (a+b)	203,250.79	186,277.72
ASSETS OF OTHER FUNDS TOTAL (A+B)	268,289.09	201,436.88
	291,382.09	296,123.44
		317,167.26

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
BALANCE SHEET AS AT 31ST MARCH, 2009

	ARS BONDS		DIP 91		MIP 96 IV	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008
LIABILITIES						
CAPITAL.....'A'	497,549.62	538,237.11				3,865.49
RESERVES AND SURPLUS.....'B'	(127,271.88)	(128,586.19)	2,395.62	2,074.27	4,399.07	3,537.64
CURRENT LIABILITIES AND PROVISIONS.....'C'	49,858.55	48,555.34	1,517.95	1,551.29	3,000.68	
TOTAL LIABILITIES	420,136.29	458,206.26	3,913.57	3,625.56	7,399.75	7,403.13
ASSETS						
INVESTMENTS.....'D'	195,105.70	373,641.54	0.89	15.38	0.03	195.00
DEPOSITS.....'E'	46,052.19	68,760.73	173.98	2,243.73	334.67	4,433.74
CURRENT ASSETS.....'F'	178,978.40	15,803.99	3,738.70	1,386.45	7,065.05	2,774.39
TOTAL ASSETS	420,136.29	458,206.26	3,913.57	3,625.56	7,399.75	7,403.13

NOTES TO ACCOUNTS.....'M'

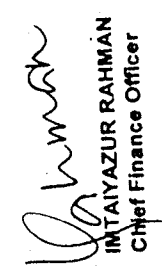
Statement of Significant Accounting Policies forms an integral part of the Accounts.

As per our attached report of even date
For and on behalf of
ASHOK BHARTIA & CO.
Chartered Accountants

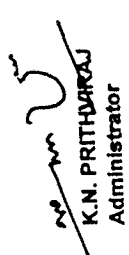


ASHOK BHARTIA
Partner

Mumbai
Dated : 3rd August 2009



INTAIYAZUR RAHMAN
Chief Finance Officer



K.N. PRITHVIRAJ
Administrator

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2008 TO 31ST MARCH, 2009

	Rupees in Lakhs					
	ARS BONDS		DIP 91		MIP 96 IV	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
INCOME						
DIVIDEND	2,756.97	2,232.18	-	-	-	-
INTEREST	33,956.91	52,873.30	249.54	308.23	849.22	737.93
PROFIT ON SALE/REDEMPTION OF INVESTMENT OTHER THAN IST	2,592.27	1,218.98	87.20	41.40	24.52	-
OTHER INCOME	7.74	0.33	0.09	-	-	0.01
PRIOR PERIOD ADJUSTMENTS - INCOME	-	63.53	-	-	-	-
PROVISION FOR DOUBTFUL INCOME PR YEAR WRITTEN BACK	4.97	57.73	-	8.48	37.73	38.75
PROVISION FOR DOUBTFUL INVESTMENT & DEPOSITS WRITTEN BACK	1,050.37	3,084.88	79.98	75.21	568.43	873.75
PROVISION FOR DEPRECIATION IN VALUE OF INVESTMENT WRITTEN BACK	-	-	-	-	-	-
PROVISION FOR OLD ITEMS IN RECONCILIATION WRITTEN BACK	345.08	70.35	-	-	0.01	-
SUB TOTAL (A)	40,716.31	59,881.06	396.79	433.30	1,479.91	1,650.44
LESS: PROVISION FOR DOUBTFUL INCOME	5.38	4.76	-	4.02	-	83.63
LESS: PROVISION FOR DOUBTFUL INVESTMENT & DEPOSITS	-	370.70	58.14	456.14	97.13	-
LESS: PROVISION FOR OLD ITEMS IN RECONCILIATION	294.91	73.18	-	-	-	-
SUB TOTAL (B)	300.29	448.64	56.14	460.16	97.13	83.63
TOTAL (A-B)	40,416.02	59,232.42	340.65	(26.86)	1,382.78	1,566.81
EXPENDITURE						
INCOME DISTRIBUTION	34,233.52	38,706.08	-	-	-	-
OFFICE EXPENSES	716.81	593.62	1.66	1.18	(4.58)	1.03
CUSTODIAL, REGISTRAR & BANK CHGS	941.38	995.58	3.94	2.44	16.03	15.31
AUDITORS FEES	8.28	5.14	0.04	0.02	0.09	0.04
AMC FEES	1,273.73	1,384.80	8.99	7.60	17.64	13.88
PRIOR PERIOD EXPENSES	173.56	-	3.21	-	397.48	97.02
SUB TOTAL (A)	37,347.28	39,685.22	17.84	11.24	426.66	127.08
ADD: LOSS ON INTER SCHEME SALE OF INVESTMENTS	-	-	-	0.07	-	-
ADD: LOSS ON SALE/REDEMPTION OF INVESTMENT OTHER THAN IST	1,766.54	1,785.60	-	-	419.45	132.90
SUB TOTAL (B)	1,766.54	1,785.60	-	0.07	419.45	132.90
TOTAL (A)+(B)	39,113.82	41,470.82	17.84	11.31	846.11	259.98
EXCESS OF INCOME OVER EXPENDITURE	1,302.20	17,761.60	322.81	(38.17)	536.67	1,306.83
TOTAL	40,416.02	59,232.42	340.65	(26.86)	1,382.78	1,566.81

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
REVENUE APPROPRIATION ACCOUNTS FOR THE PERIOD 1ST APRIL, 2008 TO 31ST MARCH, 2009

	Rupees in Lakhs					
	ARS BONDS		DIP 91		MIP 96 IV	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
REVENUE APPROPRIATION ACCOUNT						
EXCESS OF INCOME OVER EXPENDITURE	1,302.20	17,761.60				
TOTAL	1,302.20	17,761.60	322.81	(38.17)	536.67	1,306.83
INCOME DISTRIBUTION FOR THE YEAR			322.81	(38.17)	536.67	1,306.83
BALANCE TRANSFERRED TO GENERAL RESERVE	1,302.20	17,761.60	322.81	(38.17)	536.67	1,306.83
TOTAL	1,302.20	17,761.60	322.81	(38.17)	536.67	1,306.83

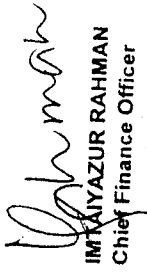
Statement of Significant Accounting Policies forms an integral part of the Accounts.

As per our attached report of even date
For and on behalf of
ASHOK BHARTIA & CO.
Chartered Accountants

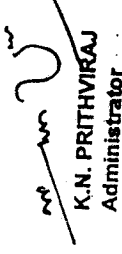


ASHOK BHARTIA
Partner

Mumbai
Dated: 3rd August 2009



IMTAIAZUR RAHMAN
Chief Finance Officer



K.N. PRITHVIRAJ
Administrator

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

	Rupees in Lakhs					
	ARS BONDS		DIP 91		MIP 96 IV	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008
SCHEDULE 'A'						
CAPITAL						
BOND CAPITAL	497,549.62	538,237.11				
	497,549.62	538,237.11				
SCHEDULE 'B'						
RESERVES AND SURPLUS						
GENERAL RESERVE						
BALANCE AS PER LAST BALANCE SHEET.	(128,586.19)	(146,362.63)	2,074.27	842.03	3,865.49	1,612.31
ADD : TRANSFER OF GENERAL RESERVE OF MERGED SCHEMES				1,273.67		951.70
ADD : BALANCE TRANSFERRED FROM REVENUE ACCOUNT	1,302.20	17,761.60	322.81	(38.17)	536.67	1,306.83
ADD : PREMIUM ON SALE/REPURCHASE/REDEMPTION	12.11	14.84	(1.46)	(3.26)	(3.09)	(5.35)
	(127,271.88)	(128,586.19)	2,395.62	2,074.27	4,399.07	3,865.49
SCHEDULE 'C'						
CURRENT LIABILITIES AND PROVISIONS						
CURRENT LIABILITIES						
SUNDRY CREDITORS	95.39	738.73	0.37	0.41	4.01	8.19
UNCLAIMED INCOME/INTEREST DISTRIBUTION	48,034.24	44,970.07	552.56	561.90	1,410.89	1,434.64
	48,129.63	45,708.80	552.93	562.31	1,414.90	1,442.83
PROVISIONS						
PROVISION FOR DOUBTFUL INCOME	47.56	47.15	48.64	48.64	116.97	154.70
PROVISION FOR DOUBTFUL INVESTMENTS & DEPOSITS	1,163.47	2,213.84	905.44	929.25	1,439.24	1,910.53
PROVISION FOR DEPRECIATION IN THE VALUE OF INVESTMENTS			0.01	0.01	0.03	0.04
PROVISION FOR OLD ITEMS IN RECONCILIATIONS	516.67	585.55	10.93	11.08	29.54	29.54
PROVISION FOR INCOME DISTRIBUTION	1.22					
	1,728.92	2,846.54	965.02	988.98	1,585.78	2,094.81
SUB TOTAL (B)	49,858.55	48,555.34	1,517.95	1,551.29	3,000.58	3,537.64
TOTAL (A + B)						

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009(CONTD.)

	Rupees in Lakhs					
	ARS BONDS		DIP 91		MIP 96 IV	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008
SCHEDULE 'D'						
INVESTMENTS						
INVESTMENTS (AT OR WRITTEN DOWN COST)						
CENTRAL & STATE GOVT SECURITIES/CERTIFICATES	79,767.71	185,026.24	-	-	-	-
DEBENTURES AND BONDS	41,544.57	109,970.12	0.88	15.37	-	194.96
PREFERENCE SHARES	219.26	240.79	-	-	-	-
EQUITY SHARES	46,617.24	46,776.72	0.01	0.01	0.03	0.04
MUTUAL FUND UNITS	26,956.92	31,627.67	-	-	-	-
TOTAL	195,105.70	373,641.54	0.89	15.38	0.03	195.00
QUOTED (AT COST)	41,881.31	41,881.31	-	-	-	-
UNQUOTED (AT COST)	153,224.39	331,760.23	0.88	15.38	0.03	195.00
'A'	195,105.70	373,641.54	0.89	15.38	0.03	195.00
QUOTED (MARKET VALUE)	155,901.89	207,294.15	-	-	-	-
UNQUOTED (AT VALUATION)	140,659.49	315,508.53	0.88	15.37	-	194.96
'B'	296,561.38	522,802.68	0.88	15.37	-	194.96
APPRECIATION/(DEPRECIATION) IN VALUE OF INVT. (B-A)	101,455.68	149,161.14	(0.01)	(0.01)	(0.03)	(0.04)
SCHEDULE 'E'						
DEPOSITS						
DEPOSITS WITH BANKS	44,489.91	64,260.00	-	-	-	-
OTHER DEPOSITS	1,562.28	4,500.73	173.98	543.73	334.67	733.74
TOTAL	46,052.19	68,760.73	173.98	2,243.73	334.67	4,433.74
SCHEDULE 'F'						
CURRENT ASSETS						
BALANCE WITH BANKS IN CURRENT ACCOUNTS	149,970.70	5,598.88	83.81	83.81	223.94	223.94
SUNDRY DEBTORS	24,810.82	2,931.15	3,527.60	990.39	6,484.03	1,799.85
CONTRACTS FOR SALE OF INVESTMENTS	-	39.23	-	-	-	-
OUTSTANDING AND ACCRUED INCOME	4,196.78	7,234.73	127.29	292.25	357.08	750.60
TOTAL	178,978.40	15,803.99	3,738.70	1,366.45	7,065.05	2,774.39

VENTURE CAPITAL UNIT SCHEMES**SIGNIFICANT ACCOUNTING POLICIES****1. Basis of Presentation :**

The accounts have been prepared under the historical cost convention, adjusted where appropriate for the revaluation of investments. The cost method of accounting is followed, except where otherwise stated.

2. Income Recognition:

- (a) Dividend on equity shares is recognised on ex-dividend dates in respect of quoted companies and on the respective dates of the shareholders' resolutions in the case of unquoted companies. Dividend on preference shares is recognised on receipt basis.
- (b) Interest is recognised on accrual basis except where collectibility is in doubt. Revenue recognition on loans placed in non-accrual status may be resumed and suspended income recognised when investments becomes contractually current or collection of suspended incomes is assured. Premiums on loan prepayment are recognised as income when received.
- (c) Interest Income on debenture is not accrued/accounted once as asset is classified as Non performing (NPA).
- (d) Appraisal fee is recorded as income on accrual basis.
- (e) Front-End fee is recorded on accrual basis and is reflected as a recovery of a part of the cost of investments.
- (f) Realised gains and losses (including permanent impairment) on investments are dealt with in the Revenue Account. The cost of long-term investments sold is determined on an average basis for the purpose of calculating gains or losses on sale. The cost of short term investments sold is determined on FIFO basis for the purpose determining gains or loss on sale.
- (g) Provisions are made in respect of accrued income considered doubtful by the Fund Manager. Such Provisions as well as any subsequent recoveries are accounted through the Revenue Account.

3. Expenses :

All expenses are accounted for on accrual basis.

4. Investments:

- a) Investments are stated at their aggregate fair value category-wise as determined by the Fund Manager.
- b) The fair value of investments is determined as follows:
 - (i) Quoted investments are valued at the closing market price as on date of valuation and in the absence at the latest available quote within a period of two months prior to the valuation date. An appropriate discount is applied where the fund manager considers it necessary to reflect restrictions on disposal. Quoted investments not traded in the two months' prior to the valuation day are treated as unquoted.

- (ii) Unquoted equity investments in respect of which third party transactions at arm's length have taken place or terms for which have been agreed to are valued on the basis of such transactions less discount where applicable to reflect their illiquidity:

In the absence of such third party transactions:

- Equity investments in start-up or development stage companies are generally valued at cost. If in the Fund Manager's opinion there is a diminution in the value of any such investment, the investment is written down to its estimated net realisable value.
 - Equity investments in profitable companies are generally valued by reference to a price based on the maintainable earnings by applying an appropriate price earnings multiple less discount to reflect their illiquidity.
 - Equity investments in other companies are generally valued at cost. If in the Fund Manager's opinion there is a diminution in the value of any such investment, the investment is written down to its estimated net realisable value.
 - The post balance sheet events, including the application of appropriate price earning multiples, have been considered and factored upto the date of on which these statements have been prepared in assessing the fair value of the unquoted investments as at 31st March 2009.
- (iii) Preference shares are valued at the lower of cost or recoverable amount.
- (iv) Investments, which are listed as at Balance sheet date and are fully written off in the books during earlier periods, will be carried at written down value. Gains, if any, will be recognized upon sale of investments.
- (v) Normal loans, Bridge loans, Conditional loans and Convertible loans are generally carried at the principal amounts outstanding and are written down where in the Fund Manager's opinion there is diminution in value.
- (vi) Debentures are valued either at cost or on the basis adopted for the underlying equity share.
- (vii) Investments in units of Mutual Funds, which are available for sale, are valued at Net Asset Value (NAV) as on Balance sheet data. Realised gains / losses have been taken to revenue and unrealized gains on these investments is taken to Reserve and Surplus Account.

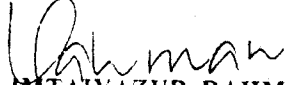
5. **Unrealised Investment Reserve:**

Unrealised gains and temporary losses are recognized as components of Investors' equity and are dealt with under Unrealised Investment Reserve.

Notes Forming part of Accounts for the Year Ended 31st March, 2009

SCHEDULE H


1. The Unit Trust of India Act, 1963 has been repealed by the Government of India viz. "The Unit Trust of India (Transfer of Undertaking and Repeal) Act, 2002". In exercise of the powers conferred under the Repeal Act, the Central Government vide its notification dated 15th January 2003 had notified 1st February 2003 as the "Appointed day" for the purpose of transfer and vesting the undertaking of the erstwhile UTI into two entities viz. Specified Undertaking of Unit Trust of India (SUUTI) and UTI Mutual Fund.
2. Investments under VECAUS schemes are held either jointly in the names of the Unit Trust of India (UTI) and ICICI Venture Funds Management Company Limited or singly in the name of the Unit Trust of India.
3. VECAUS-I scheme was launched in 1994. The scheme was to be closed/ terminated in October 2004. However extension has been granted and it has not so far been terminated.
4. Amounts received in advance comprise amounts received from promoters of companies in which the Fund has invested/potential investors in such companies. The amount is towards the part consideration for acquiring the investment of the Fund in such companies and these amounts have not been set off against the carrying value of the investments since the consideration has not been received in full and the investments have not been transferred to such parties.
5. Previous years figures have been regrouped/reclassified wherever necessary.


M. TAIYAZUR RAHMAN
CHIEF FINANCE OFFICER

K. N. PRITHVIRAJ, Administrator

[ADVT III/4/41/09-Exty.]

For and on behalf of
ASHOK BHARTIA & CO.
CHARTERED ACCOUNTANTS


ASHOK BHARTIA
PARTNER
MUMBAI

DATED : 3rd August 2009

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA


BALANCE SHEET AS AT 31ST MARCH, 2009

	Rupees in Lakhs			
	VECAUS I		VECAUS III	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
ASSETS				
INVESTMENTS.....'A'	370.85	322.55	399.45	416.42
DEPOSITS.....'B'	0.32	4.48	2.83	35.54
OTHER CURRENT ASSETS.....'C'	4.99	18.21	944.98	926.86
TOTAL	376.16	345.24	1,347.26	1,378.62
LESS - CURRENT LIABILITIES & PROVISIONS.....'D'	2.86	66.41	963.22	981.14
NET ASSETS	373.30	278.83	384.04	397.48
REPRESENTED BY				
LIABILITIES				
CAPITAL.....'E'	1.00	1.00	1,550.00	1,750.00
RESERVES & SURPLUS.....'F'	356.76	261.71	(1,165.96)	(1,352.52)
UNREALISED INVESTMENT RESERVE.....'G'	15.54	16.12		
TOTAL	373.30	278.83	384.04	397.48

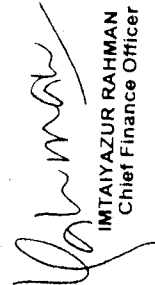
NOTES TO ACCOUNTS 'H'


Statement of Significant Accounting Policies forms an integral part of the Accounts.

As per our attached report of even date
For and on behalf of
ASHOK BHARTIA & CO.
Chartered Accountants


ASHOK BHARTIA
Partner

Mumbai,
Dated 3rd August 2009


IMTAIYAZUR RAHMAN
Chief Finance Officer


K.N. PRITHVIJAB
Administrator

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2008 TO 31ST MARCH, 2009

	Rupees in Lakhs					
	VECAUS I		VECAUS III			
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
I N C O M E						
DIVIDEND					18.75	-
INTEREST	8.45	6.45			54.75	8.82
PROFIT ON SALE OF INVESTMENTS	101.52	192.78			-	91.78
PROVISION FOR DOUBTFUL INCOME PR YR WRITTEN BACK	-	-			-	418.90
PROVISION FOR DOUBTFUL INVESTMENT AND DEPOSITS WRITTEN BACK	-	-			-	788.53
PROVISION FOR DEPRECIATION IN VALUE OF INVESTMENT WRITTEN BACK	-	-			18.05	-
SUB TOTAL (A)	107.97	199.23			690.24	1,315.83
LESS: INVESTMENT LOSSES					761.79	175.34
LESS: PROVISION FOR DOUBTFUL INCOME					592.08	402.12
LESS: PROVISION FOR DEPRECIATION IN VALUE OF INVESTMENT						1,980.95
SUB TOTAL (B)					592.08	2,558.41
TOTAL (A-B)	107.97	199.23			189.71	(1,242.58)
E X P E N D I T U R E						
MANAGEMENT/PERFORMANCE FEES	11.50	21.42			-	0.22
LEGAL AND PROFESSIONAL CHARGES	1.42	1.48			-	2.75
OTHER EXPENDITURE	12.92	22.90			3.15	-
EXCESS OF INCOME OVER EXPENDITURE	95.05	176.33			3.15	2.97
TOTAL	107.97	199.23			186.56	(1,245.58)
					189.71	(1,242.58)

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA

REVENUE APPROPRIATION ACCOUNTS FOR THE PERIOD 1ST APRIL, 2008 TO 31ST MARCH, 2009

	Rupees in Lakhs					
	VECAUS I		VECAUS II		VECAUS III	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
BALANCE AS PER LAST BALANCE SHEET	261.71	85.38	(1,352.52)	(106.97)		
BALANCE TRANSFERRED FROM REVENUE ACCOUNT	95.05	176.33	166.55	(1,245.55)		
TOTAL	356.76	261.71	(1,185.96)	(1,352.52)		
PREMIUM PAID ON REDEMPTION						
BALANCE CARRIED TO BALANCE SHEET	356.76	261.71	(1,185.96)	(1,352.52)		
TOTAL	356.76	261.71	(1,185.96)	(1,352.52)		

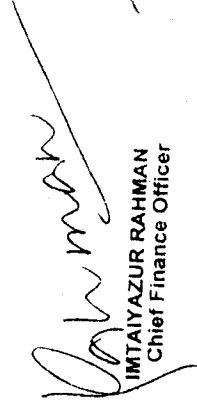
Statement of Significant Accounting Policies forms an integral part of the Accounts.

As per our attached report of even date
For and on behalf of
ASHOK BHARTIA & CO.
Chartered Accountants

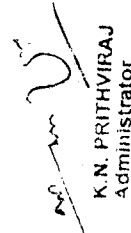


ASHOK BHARTIA
Partner

Mumbai
Dated : 3rd August 2009



IMTAIAZUR RAHMAN
Chief Finance Officer



K.N. PRITHVIRAJ
Administrator

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

SCHEDULE 'A'	Rupees in Lakhs			
	VECAUS I		VECAUS III	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
INVESTMENTS AT VALUATION				
EQUITY SHARES				
MUTUAL FUND UNITS				
TOTAL				
INVESTMENTS AT COST				
QUOTED	370.85	322.55	399.45	418.42
EQUITY SHARES	370.85	322.55		
UNQUOTED				
EQUITY SHARES			399.45	418.42
MUTUAL FUND UNITS				
TOTAL COST 'A'				
QUOTED(MARKET VALUE)	355.31	306.43	2,761.12	292.84
UNQUOTED(AT VALUATION)	355.31	306.43		3,175.49
	370.85	322.55	2,761.12	
FAIR VALUE 'B'				
APPRECIATION/(DEPRECIATION) IN THE VALUE OF INVESTMENTS	370.85	322.55	399.45	0.17
TOTAL ('B' - 'A')	15.54	16.12	399.45	418.25
			(2,361.67)	418.42
				(3,051.91)

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

	Rupees in Lakhs		
	VECAUS I		VECAUS III
	31.03.2009	31.03.2008	31.03.2008
SCHEDULE 'B'			
DEPOSITS			
OTHER DEPOSITS	0.32	4.48	2.83
TOTAL	0.32	4.48	2.83
SCHEDULE 'C'			
OTHER CURRENT ASSETS			
BALANCE WITH BANKS IN CURRENT ACCOUNTS	0.25	17.73	1.10
SUNDRY DEBTORS	4.74	0.48	943.75
OUTSTANDING AND ACCRUED INCOME			0.13
TOTAL	4.99	18.21	944.98
SCHEDULE 'D'			
CURRENT LIABILITIES AND PROVISIONS			
CURRENT LIABILITIES			
SUNDRY CREDITORS	2.86	1.41	61.94
INCOME RECEIVED IN ADVANCE		65.00	
SUB TOTAL (A)	2.86	66.41	61.94
PROVISIONS			
PROVISION FOR DOUBTFUL INVESTMENTS			
PROVISION FOR DOUBTFUL INCOME			784.32
SUB TOTAL (B)			135.01
TOTAL (A+B)	2.86	66.41	901.28
SCHEDULE 'E'			
UNIT CAPITAL			
OPENING BALANCE	1.00	1.00	1,750.00
LESS: REDEEMED DURING THE YEAR		200.00	250.00
TOTAL	1.00	1.00	1,750.00

ADMINISTRATOR OF THE SPECIFIED UNDERTAKING OF THE UNIT TRUST OF INDIA
SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2009

	Rupees in Lakhs			
	VECAUS I		VECAUS III	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
SCHEDULE 'F'				
RESERVES AND SURPLUS				
REVENUE APPROPRIATION ACCOUNT				
BALANCE AS PER ACCOUNT	358.76	261.71	(1,165.96)	(1,352.52)
TOTAL	358.76	261.71	(1,165.96)	(1,352.52)
SCHEDULE 'G'				
UNREALISED INVESTMENT RESERVE				
UNREALISED GAINS AS PER LAST BALANCE SHEET ...	16.12			
APPRECIATION/(DEPRECIATION) DURING THE PERIOD.....	0.57	16.10		
TOTAL	15.54	16.12		