

As stipulated by the Insurance and Regulatory Development Authority (IRDA), in its circular dated July 29, 2011 the formula for computation of the Net Asset Value per Unit (NAV) for Linked funds stands modified.

**Old NAV computation method as prescribed by IRDA:**

Market value of the investment plus / (minus) expenses incurred in the purchase / (sale) of assets plus current assets and accrued income (net of fund management charges) less current liabilities and provisions, divided by, number of units existing under the fund at valuation date (before creation / redemption of units).

**Modified NAV computation method as stipulated by IRDA effective August 18, 2011:**

Market value of the investment held by the fund plus value of current assets less value of current liabilities and provisions, if any and divided by the number of units existing on the valuation date (before creation/redemption of units).

The policy document shall accordingly stand modified.