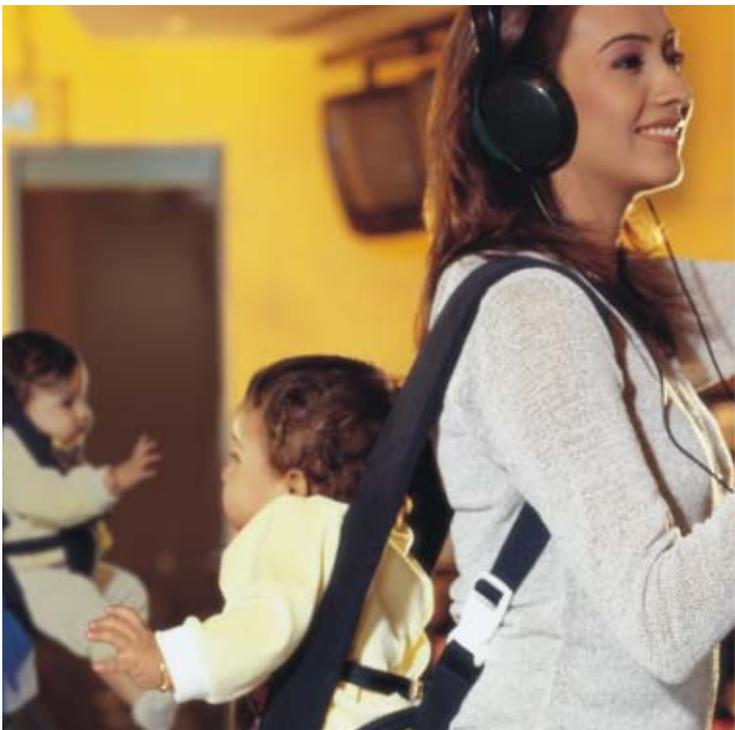




ANNUAL REPORT
2004 - 2005

Investing responsibly so you can relish life



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UNIT HOLDER INFORMATION REPORT
From the Board of Directors, DSP Merrill Lynch
Trustee Company Private Limited

DSP MERRILL LYNCH MUTUAL FUND

DSP Merrill Lynch Mutual Fund (DSPMLMF) was set up as a Trust by the Settlers, DSP Merrill Lynch Ltd. and Merrill Lynch Asset Management L.P now known as Merrill Lynch Investment Managers L.P (MLIM) on 16th December, 1996 with DSP Merrill Lynch Trustee Company Pvt. Ltd. (the Trustee Company) as a Trustee in accordance with the provisions of the Indian Trust Act, 1882 and is duly registered under the Indian Registration Act, 1908. The Trustee has entered into an Investment Management Agreement dated 16th December, 1996 with DSP Merrill Lynch Investment Managers Ltd. now known as DSP Merrill Lynch Fund Managers Ltd. (the AMC) to function as the Investment Manager for all the Schemes of DSPMLMF. DSPMLMF was registered with SEBI on 30th January 1997.

DSP MERRILL LYNCH TRUSTEE COMPANY PRIVATE LIMITED

The Trustee is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the unitholders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Trust Deed. The Trustee seeks to ensure that the Fund and the Schemes floated thereunder are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issues by SEBI, the Stock Exchanges, Association of Mutual Funds in India and other regulatory agencies.

Directors of DSP Merrill Lynch Trustee Company Private Limited

- Mr. Shitin D. Desai - Mr. Desai is the Executive Vice-Chairman of DSP Merrill Lynch Ltd.
- Mr. S. S. Thakur - Mr. Thakur is currently the Chairman of the Central Depository Services (India) Ltd. and serves on the Board of Directors of various other companies.
- Ms. Tarjani Vakil - Ms. Vakil was the Chairperson and Managing Director of Export Import Bank of India from 1993 to 1996 and serves on the Board of Directors of various other companies.
- Mr. Andrew Holland: Mr. Holland is the Executive Vice President Research and Chief Administrative Officer of DSP Merrill Lynch Ltd.
- Mr. Ashok Mody: Mr. Mody is a designated Senior Advocate of the High court at Mumbai since 1982. He was a Judge of the High court at Mumbai for the years 1980 and 1981 (Ceased to be a Director w.e.f. April 26, 2005).

Directors of DSP Merrill Lynch Fund Managers Ltd.

- Mr. Hemendra M. Kothari – Mr. Kothari is the Chairman of DSP Merrill Lynch Ltd.
- Mr. Pradeep Dokania – Mr. Dokania is the Executive Vice President and head of Global Private Client Group of DSP Merrill Lynch Limited.
- Mr. K. R. V. Subrahmanian – Mr. Subrahmanian is a Management Consultant and is on the Board of various well-known corporates in India.
- Dr. Omkar Goswami - Dr. Goswami is the Founder and Chairman of CERG Advisory Private Limited. CERG primarily provides corporate advisory services, consulting services and research for companies and industries in India and abroad.

- Mr. Ranjan Pant - Mr. Pant is a global Management Consultant advising CEOs/Boards on Strategy and Change Management
- Mr. David Graham - Mr. Graham is the Managing Director of Merrill Lynch Investment Managers based in London.
- Mr. Piyush Mankad - Mr. Mankad is a retired civil servant with a distinguished career of over forty years in the prestigious Indian Administrative Service.

As on date, DSPMLMF has fourteen schemes namely DSP Merrill Lynch Bond Fund, DSP Merrill Lynch Equity Fund, DSP Merrill Lynch Liquidity Fund, DSP Merrill Lynch Balanced Fund, DSP Merrill Lynch Government Securities Fund, DSP Merrill Lynch Technology.com Fund, DSP Merrill Lynch Opportunities Fund, DSP Merrill Lynch Short Term Fund, DSP Merrill Lynch Top100 Equity Fund, DSP Merrill Lynch Savings Plus Fund – Moderate, DSP Merrill Lynch Floating Rate Fund, DSP Merrill Lynch Savings Plus Fund – Aggressive, DSP Merrill Lynch Savings Plus Fund – Conservative and DSP Merrill Lynch India T.I.G.E.R. Fund (The Infrastructure Growth and Economic Reforms Fund). All the fourteen Schemes are open ended and available for ongoing purchases.

Debt Market Preview

Bond prices were sharply on the decline from April until August 2004 reflecting heightened concerns about the surge in oil prices from the low 30's to well over \$50 per barrel. Thereafter, there was some respite till early September before bond prices began another round of decline until November 2004. A smart rally in early December and subsequent consolidation in prices until March marked the remainder of the financial year.

Equity Market Preview

Equities suffered a significant correction in May 2004 due to a combination of global factors such as rising interest rates, higher oil prices as also domestic factors. However the stock market resumed its uptrend smartly in the following months on the back of strong interest from foreign investors and good corporate fundamentals. Post Budget 2005, the Sensex hit an all time high of 6954.86 before witnessing some weakness on account of profit booking.

EQUITY FUNDS

DSP MERRILL LYNCH EQUITY FUND

The primary investment objective of the Scheme is to seek to generate long term capital appreciation, from a portfolio that is substantially constituted of equity securities and equity related securities of issuers domiciled in India. Equity related securities include, but are not limited to, fully convertible debentures, partly convertible debentures, convertible preference shares and warrants converting into equity securities. The Scheme may also invest a certain portion of its corpus in debt and money market securities, in order to meet liquidity requirements from time to time. There can be no assurance that the investment objective of the Scheme will be realized.

The fund outperformed its benchmark (the S&P CNX Nifty Index) over the last financial year. The outperformance was largely due to its stock selection and overweight position in information technology, banking, retailing and sugar sectors. The underweight position in sectors like Automobiles and Oil & Gas also helped the fund to outperform the benchmark.

As of April 15, 2005 the net assets of the Fund were Rs. 132.76 crores.

DSP MERRILL LYNCH TECHNOLOGY.COM FUND

DSP Merrill Lynch Technology.com Fund focuses on investing in technology and technology dependent companies, including businesses relating to

hardware, peripherals and components, software (products and services), telecom, telecommunications and media and entertainment, internet and E-commerce, and other technology enabled companies (e.g. transaction processing and call centers). The primary investment objective of the Scheme is to seek to generate long term capital appreciation and the secondary objective is income generation and the distribution of dividend from a portfolio constituted of equity and equity related securities concentrating on the investment focus of each Scheme. However, there can be no assurance that the investment objectives of the Schemes will be realized.

The fund did reasonably well by focusing on IT and Telecom sectors, although it did underperform its benchmark (the BSE Teck Index) marginally. The underperformance may be attributed to the benchmark's larger weightage in the top tier IT companies as compared to mid-cap IT Companies. The DSP ML Technology.com Fund has a diversified portfolio across the IT Services, Hardware, Telecom & Media Sectors.

As of April 15, 2005 the net assets of the Fund were Rs. 24.22 crores.

DSP MERRILL LYNCH OPPORTUNITIES FUND

DSP Merrill Lynch Opportunities Fund focuses on responding to the dynamically changing Indian economy by moving its investments amongst different sectors such as the Lifestyle sector, Pharmaceuticals Sectors, Cyclical sector and Technology sector as prevailing trends change. This Scheme allows the Investment Manager to be highly concentrated in any of two or more Sectors. The Investment Manager may at any given time have a zero weightage in any or more of the sectors.

The investment objective of the Scheme is to seek to generate long term capital appreciation and the secondary objective is income generation and the distribution of dividend from a portfolio constituted of equity and equity related securities concentrating on the investment focus of the Scheme. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund outperformed its benchmark (the S&P CNX Nifty Index) over the last financial year. The outperformance was largely due to its stock selection and overweight position in cement, engineering, information technology, banking and sugar sectors. The underweight position in sectors like Automobiles and Oil & Gas also helped the fund to outperform the benchmark.

As of April 15, 2005 the net assets of the Fund were Rs. 591.47 crores.

DSP MERRILL LYNCH TOP100 EQUITY FUND

The primary investment objective of the Scheme is to generate capital appreciation, from a portfolio that is substantially constituted of equity securities and equity related securities of the 100 largest corporates by market capitalisation, listed in India. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund outperformed its benchmark (the BSE 100 Index) over the last financial year. The outperformance was largely due to its stock selection and overweight position in cement, engineering, information technology and banking sectors.

As of April 15, 2005 the net assets of the Fund were Rs. 80.62 crores.

DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND)

The scheme was launched on April 27, 2004 and was open for subscription between April 27, 2004 and May 25, 2004. Thereafter, the scheme was reopened for subscription and redemption on June 14, 2004. Investment Objective of the Scheme is to seek to generate capital appreciation, from a portfolio that is substantially constituted of equity securities and equity

related securities of corporates, which could benefit from structural changes brought about by continuing liberalization in economic policies by the Government and / or from continuing investments in infrastructure, both by the public and private sector. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund outperformed its benchmark (the BSE 100 Index) over the last financial year. The outperformance was largely due to its stock selection and overweight position in engineering, banking and cement sectors.

As of April 15, 2005 the net assets of the Fund were Rs. 284.26 crores.

HYBRID FUNDS

DSP MERRILL LYNCH BALANCED FUND

The primary investment objective of the Scheme is to seek to generate long-term capital appreciation and current income from a portfolio constituted of equity and equity related securities as well as fixed income securities (debt and money market securities). Equity related securities include, but are not limited to, fully convertible debentures, partly convertible debentures, convertible preference shares and warrants converting into equity securities. However, there can be no assurance that the investment objective of the Scheme will be realized.

The fund performed well relative to its benchmark (the CRISIL Balanced Fund Index) in the past year, not only because of its overweight positions in engineering, banking and technology sectors, but also because of the dynamic allocation between the debt and equity components of its portfolio.

As of April 15, 2005 the net assets of the Fund were Rs. 232.27 crores.

DSP MERRILL LYNCH SAVINGS PLUS FUND - MODERATE

The objective of the Scheme is to generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The Fund has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Fund to perform well relative to its benchmark (CRISIL MIP Blended Index). The debt component of the portfolio was largely invested in floating rate debt securities and shorter-tenor fixed rate corporate securities as also government securities, in order to minimize the price risk that may arise from likely volatility in interest rates.

As of April 15, 2005 the net assets of the Fund was Rs. 309.91 crores.

DSP MERRILL LYNCH SAVINGS PLUS FUND - AGGRESSIVE

The scheme was launched on April 27, 2004 and was open for subscription between April 27, 2004 and May 25, 2004. Thereafter, the scheme was reopened for subscription and redemption on June 14, 2004. The objective of the Scheme is to generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Fund to perform well relative to its benchmark (CRISIL MIP Blended Index).

The debt component of the portfolio was largely invested in floating rate debt securities and shorter-tenor fixed rate corporate securities as also government securities, in order to minimise the price risk that may arise from likely volatility in interest rates.

As of April 15, 2005 the net assets of the Fund was Rs. 36.89 crore

DSP MERRILL LYNCH SAVINGS PLUS FUND - CONSERVATIVE

The scheme was launched on April 27, 2004 and was open for subscription between April 27, 2004 and May 25, 2004. Thereafter, the scheme was reopened for subscription and redemption on June 14, 2004. The objective of the Scheme is to generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Fund to perform well relative to its benchmark (CRISIL MIP Blended Index). The debt component of the portfolio as largely invested in floating rate debt securities and shorter-tenor fixed rate corporate securities as also government securities, in order to minimise the price risk that may arise from likely volatility in interest rates.

As of April 15, 2005 the net assets of the Fund was Rs. 22.36 crores.

FIXED INCOME FUNDS

DSP MERRILL LYNCH BOND FUND

The primary investment objective of the Scheme is to seek to generate an attractive return, consistent with prudent risk, from a portfolio which is substantially constituted of high quality debt securities of issuers domiciled in India and the secondary objective of the Scheme is to seek capital appreciation. The Scheme will also invest a certain portion of its corpus in money market securities, in order to meet liquidity requirements from time to time. There can be no assurance that the investment objective of the Scheme will be realized.

The fund witnessed significant outflows last year as interest rates hardened by more than 200 basis points in less than six months. The assets under management of the fund shrunk considerably during the last year. Despite this outflow, the fund was able to generate liquidity due to its exposure to liquid corporate assets and government securities. The fund has delivered 0.53% return against 0.18% return generated by its benchmark in the last one year.

As of April 15, 2005 the net assets of the Fund were Rs. 111.33 crores.

DSP MERRILL LYNCH LIQUIDITY FUND

The primary investment objective of the Scheme is to seek to generate a reasonable return commensurate with low risk and a high degree of liquidity, from a portfolio constituted of money market securities and high quality debt securities. However, there can be no assurance that the investment objective of the Scheme will be realized.

The fund continues to invest in quality money market assets and short-term liquid corporate assets. The fund has delivered 4.81% return in last year against 4.17% return by the benchmark index.

As of April 15, 2005 the net assets of the Fund were Rs. 1,366.4 crores.

DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND

The primary investment objective of the Scheme is to seek to generate income through investments in Central Government Securities of various maturities. There are two Investment Plans offered under this Scheme viz. Plan A and Plan B. Plan A typically invests in long-term Government Securities with a residual maturity upto 30 years or more while Plan B typically invests in Government Securities with a residual maturity of upto 5 years. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The government securities market remained highly volatile last year. The benchmark 10Y yield moved up by more than 200 basis points in the first half of the year due to high inflation. The average maturity profile of both investment plans (Plan A and Plan B) was actively managed, duly considering the prevailing interest rate environment and the price volatility exhibited by government securities.

As of April 15, 2005 the net assets of the Fund (including Plan A and Plan B) were Rs. 62.73 crores.

DSP MERRILL LYNCH SHORT TERM FUND

The primary investment objective of the Scheme is to generate income commensurate with prudent risk, from a portfolio constituting of money market securities, floating rate debt securities and debt securities. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund witnessed significant outflows last year as interest rates hardened by more than 200 basis points in less than six months. The assets under management of the fund shrunk considerably during the last year. Despite this outflow, the fund was able to generate liquidity due to its exposure to liquid corporate assets and government bonds. The fund has delivered 4.19% return against 4.17% return generated by its benchmark in last one year.

As of April 15, 2005 the net assets of the Fund were Rs. 74.56 crores.

DSP MERRILL LYNCH FLOATING RATE FUND

The primary investment objective of the Scheme is to seek to generate income commensurate with prudent risk, from a portfolio substantially constituted of floating rate securities and fixed rate debt securities swapped for floating rate returns. The Scheme may also invest in fixed rate debt securities. However, there can be no assurance that the investment objectives of the Scheme will be realized.

The fund witnessed a significant growth in assets under management last year as investors took shelter amidst a floating rate assets in volatile interest rate scenario. The fund has invested in a variety of floating rate debt securities that are referenced to different interest rate benchmarks such as MIBOR, INBMK, etc. The fund has performed well last year. It has generated 5.15% return over the last one year against 4.17% return generated by its index.

As of April 15, 2005 the net assets of the Fund were Rs. 2,473.43 crores.

FUTURE OUTLOOK

Debt Market

Interest rates have been hardening lately on the back of a surge in oil prices as also the prospects of a higher borrowing program by the government. With global interest rates continuing to edge upwards, domestic interest rates will remain under pressure during the first half of the year. Thereafter it is likely that interest rates remain rangebound and benign against a backdrop of moderating inflation and better liquidity conditions.

Equity Market

Recent market volatility can be attributed to higher oil prices and a hardening of interest rates globally. However the domestic environment for equities remain positive, corporate earnings are expected to grow at around 15% during FY2006 while the sensex P/E ratio is still at around 12 times forward earnings. A significant increase in infrastructure spending by the government as also capex spending by the corporate sector together with continued growth in domestic consumption should contribute to GDP growth of around 7% during FY2006.

Investor Services

During the year, the AMC continued to provide innovative services and facilities for investors. The AMC Offices in New Delhi and Coimbatore were shifted to new premises. The AMC recently opened branch office in Chandigarh. Registrars & Transfer Agents (CAMS) have also increased their reach to cater to investors of various cities and now have Investor Service Centres (ISCs) in 24 cities and Transaction Points (TPs) in 35 locations. CAMS have also shifted some of their ISCs to larger premises.

The AMC introduced a new facility, the SIP auto debit facility, which the investors can use to make regular investments directly through their bank account. This facility makes it much more convenient for investors to save systematically, and also does away with submitting several post dated cheques. This facility is currently available in 20 major cities around the country. The AMC has also started SIP auto debit facility with three banks simultaneously viz. ICICI Bank, IDBI Bank and UTI Bank. With this facility an investor having a bank account with any of these banks, irrespective of the location, can register for SIP auto debit. The investor's bank account will be debited at periodic intervals and funds moved to DSP Merrill Lynch Mutual Fund Collection account. The AMC recently launched an on-demand SMS-based service, called "Go Mobile!", through which investors can request information and receive updates on their mobile phone.

We encourage the investors to provide with their valuable feedback via email on dspmlmf@ml.com or by calling the AMC on our toll free number 1600 33 4499.

Distribution of Income

The fund has declared dividends in some of the Schemes during the Financial Year 2004-2005. Details are annexed and forms part of this Annual Report.

Unclaimed Dividends and Redemption Amounts

Unclaimed Dividends

Based on the feed back received from the bankers to the dividend account, the amount of dividends declared and remaining unclaimed (for more than six months) as on the balance sheet date are as under:

Scheme	Amount (Rs.)	No. of Unclaimed Drafts/Warrants
DSP Merrill Lynch Bond Fund	2,415,503	720
DSP Merrill Lynch Equity Fund	317,896	95
DSP Merrill Lynch Balanced Fund	169,231	41
DSP Merrill Lynch Government Securities Fund Plan A	1,379	2
DSP Merrill Lynch Opportunities Fund	2,016,197	242
DSP Merrill Lynch Short Term Fund	1,231	1
DSP Merrill Lynch Top 100 Equity Fund	72,328	17

DSP Merrill Lynch Savings Plus Fund - Moderate	89,392	145
DSP Merrill Lynch Floating Rate Fund	2,115	1
DSP Merrill Lynch Savings Plus Fund - Aggressive	1,517	19
DSP Merrill Lynch Savings Plus Fund - Conservative	4,287	9
Grand Total	5,091,076	1,292

Unclaimed Redemptions

The amount of redemptions remaining unclaimed are as under:

Scheme	Amount (Rs.)	No. of Unclaimed Drafts/Warrants
DSP Merrill Lynch Bond Fund	214,569	10
DSP Merrill Lynch Equity Fund	12,560	3
DSP Merrill Lynch Balanced Fund	69,314	4
DSP Merrill Lynch Opportunities Fund	202,407	12
DSP Merrill Lynch Technology.com Fund	82,543	15
DSP Merrill Lynch Top 100 Equity Fund	6,926	2
DSP Merrill Lynch Savings Plus Fund - Moderate	3,110	3
DSP Merrill Lynch India T.I.G.E.R. Fund	10,725	1
Grand Total	602,154	50

Large Holding in the schemes (i.e. in excess of 25% of the net assets)

As on 31st March, 2005, no schemes of DSP Merrill Lynch Mutual Fund had a single investor with large holdings.

Statutory Details

The sponsor, trustee and investment manager to the fund are DSP Merrill Lynch Ltd. DSP Merrill Lynch Trustee Company Pvt. Ltd. and DSP Merrill Lynch Fund Managers Ltd. respectively. The sponsor is not responsible or liable for any loss resulting from the operation of the scheme beyond the initial contribution of Rs. 1 lakh towards setting up the fund and such other accretions / additions to same.

The price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments.

On written request, present and prospective unit holder/investor can obtain copy of the trust deed, the annual report of the Fund /AMC at a price and the text of the relevant scheme.

For DSP Merrill Lynch Trustee Co. Pvt. Ltd.

Shitin D. Desai
Chairman

Place: Mumbai
Date: April 26, 2005

DIVIDEND DECLARED IN 2004-2005:

Record date	Dividend Rs. / unit	
EQUITY FUNDS		
DSPML TOP100 EQUITY FUND *		
30-Nov-04		2.25
Total		2.25
DSPML OPPORTUNITIES FUND *		
23-Mar-05		2.50
Total		2.50
HYBRID FUNDS		
DSPML BALANCED FUND *		
15-Dec-04		2.50
Total		2.50
DSPML SAVINGS PLUS FUND - MODERATE: Quarterly **		
	Individual & HUF	Others
28-Sep-04	0.114974	0.107518
28-Dec-04	0.168039	0.157142
28-Mar-05	0.132663	0.124059
Total	0.415676	0.388719
DSPML SAVINGS PLUS FUND - MODERATE: Monthly **		
	Individual & HUF	Others
28-Apr-04	0.07750	0.07750
28-Sep-04	0.046432	0.043421
28-Oct-04	0.053065	0.049624
25-Nov-04	0.053065	0.049624
28-Dec-04	0.061909	0.057894
28-Jan-05	0.061909	0.057894
28-Feb-05	0.035377	0.033082
28-Mar-05	0.035377	0.033082
Total	0.424634	0.402121
DSPML SAVINGS PLUS FUND - CONSERVATIVE: Monthly **		
	Individual & HUF	Others
28-Jul-04	0.044221	0.041353
27-Aug-04	0.033166	0.031015
28-Sep-04	0.035377	0.033082
28-Oct-04	0.053065	0.049624
25-Nov-04	0.035377	0.033082
28-Dec-04	0.044221	0.041353
28-Jan-05	0.044221	0.041353
28-Feb-05	0.026533	0.024812
28-Mar-05	0.026533	0.024812
Total	0.342714	0.320486
DSPML SAVINGS PLUS FUND - CONSERVATIVE: Quarterly **		
	Individual & HUF	Others
28-Sep-04	0.112763	0.105450
28-Dec-04	0.132663	0.124059
28-Mar-05	0.097286	0.090977
Total	0.342712	0.320486
DSPML SAVINGS PLUS FUND - AGGRESSIVE: Monthly **		
	Individual & HUF	Others
28-Jul-04	0.050854	0.047556
27-Aug-04	0.053065	0.049624
28-Sep-04	0.072964	0.068233
28-Oct-04	0.088442	0.082706
25-Nov-04	0.070753	0.066165
28-Dec-04	0.088442	0.082706
28-Jan-05	0.088442	0.082706
28-Feb-05	0.044221	0.041353
28-Mar-05	0.044221	0.041353
Total	0.601404	0.562402
DSPML SAVINGS PLUS FUND - AGGRESSIVE: Quarterly **		
	Individual & HUF	Others
28-Sep-04	0.176884	0.165412
28-Dec-04	0.247637	0.231577
28-Mar-05	0.176884	0.165412
Total	0.601405	0.562401

FIXED INCOME FUNDS		
DSPML LIQUIDITY FUND: Weekly **		
	Individual & HUF	Others
During F.Y. 2004-2005	0.515709	0.490314
DSPML LIQUIDITY FUND: Daily **		
	Individual & HUF	Others
During F.Y. 2004-2005	0.414163	0.394255
DSPML GOVERNMENT SECURITIES FUND PLAN A: Monthly **		
	Individual & HUF	Others
28-Apr-04	0.06	0.06
Total	0.06	0.06
DSPML GOVERNMENT SECURITIES FUND PLAN B: Dividend **		
	Individual & HUF	Others
28-Sep-04	0.044221	0.041353
28-Mar-05	0.203416	0.190224
Total	0.247637	0.231577
DSPML SHORT TERM FUND: Weekly **		
	Individual & HUF	Others
During F.Y. 2004-2005	0.345865	0.328001
DSPML SHORT TERM FUND: Monthly **		
	Individual & HUF	Others
28-Apr-04	0.02750	0.02750
27-Aug-04	0.035377	0.033082
28-Sep-04	0.02211	0.020677
28-Jan-05	0.044221	0.041353
28-Feb-05	0.044221	0.041353
28-Mar-05	0.044221	0.041353
Total	0.21765	0.205318
DSPML SHORT TERM FUND: Dividend option **		
	Individual & HUF	Others
28-Sep-04	0.081809	0.076503
28-Mar-05	0.176884	0.165412
Total	0.258693	0.241915
DSPML FLOATING RATE FUND: Weekly **		
	Individual & HUF	Others
During F.Y. 2004-2005	0.43061	0.409095
DSPML FLOATING RATE FUND: Daily **		
	Individual & HUF	Others
During F.Y. 2004-2005	0.340627	0.319694
DSPML FLOATING RATE FUND: Dividend **		
	Individual & HUF	Others
28-Jun-04	0.09500	0.09500
28-Sep-04	0.088442	0.082706
28-Dec-04	0.119396	0.111653
28-Mar-05	0.114974	0.107518
Total	0.417812	0.396877

Note:

1. EQUITY SCHEMES *

Post declaration of the dividend, the NAV of the Scheme will fall to the extent of the dividend payout.

2. DEBT SCHEMES **

Post declaration of the dividend, the NAV of the Scheme will fall to the extent of the dividend payout and distribution tax and surcharge.

3. All dividends are calculated on a face value of Rs. 10 per unit. Past performance may or may not sustain in future.

In case of Weekly Dividend and Daily Dividend Options, consolidated amount of dividend declared during the Financial Year 2004-2005 is reported.

**DSP MERRILL LYNCH MUTUAL FUND
AUDITORS' REPORT**

To the Trustee of

DSP MERRILL LYNCH MUTUAL FUND

1. We have audited the attached abridged balance sheets of DSP MERRILL LYNCH MUTUAL FUND – BOND FUND, DSP MERRILL LYNCH MUTUAL FUND – EQUITY FUND, DSP MERRILL LYNCH MUTUAL FUND – LIQUIDITY FUND, DSP MERRILL LYNCH MUTUAL FUND – BALANCED FUND, DSP MERRILL LYNCH MUTUAL FUND – GOVERNMENT SECURITIES FUND – PLAN A (LONGER DURATION PLAN), DSP MERRILL LYNCH MUTUAL FUND – GOVERNMENT SECURITIES FUND – PLAN B (SHORTER DURATION PLAN), DSP MERRILL LYNCH MUTUAL FUND – TECHNOLOGY.COM FUND, DSP MERRILL LYNCH MUTUAL FUND – OPPORTUNITIES FUND, DSP MERRILL LYNCH MUTUAL FUND – SHORT TERM FUND, DSP MERRILL LYNCH MUTUAL FUND – TOP 100 EQUITY FUND, DSP MERRILL LYNCH MUTUAL FUND – SAVINGS PLUS FUND – MODERATE (FORMERLY DSP MERRILL LYNCH SAVINGS PLUS FUND), DSP MERRILL LYNCH MUTUAL FUND – FLOATING RATE FUND, DSP MERRILL LYNCH MUTUAL FUND – INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND), DSP MERRILL LYNCH MUTUAL FUND – SAVINGS PLUS FUND – AGGRESSIVE and DSP MERRILL LYNCH MUTUAL FUND – SAVINGS PLUS FUND – CONSERVATIVE: ('the Schemes') as at March 31, 2005, the abridged revenue accounts and the cash flow statements (prepared based on audited financial statements of the above Schemes) where applicable, for the year/period ended on that date annexed thereto. These financial statements are the responsibility of the management of DSP Merrill Lynch Fund Managers Ltd., the Schemes's asset managers. Our responsibility is to express an opinion on these financial statements based on our audit.
 - ii. The balance sheets, revenue accounts and cash flow statements where applicable, dealt with by this report are in agreement with the books of account.
 - iii. In our opinion, the balance sheets and revenue accounts dealt with by this report have been prepared in conformity with the accounting policies and standards specified in the Eighth, Ninth and Tenth Schedules to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 ('the Regulations').
 - iv. In our opinion, and on the basis of information and explanations given to us, the methods used to value non traded securities, where applicable as at March 31, 2005 in accordance with the Regulations and other guidelines issued by the Securities and Exchange Board of India as applicable and approved by the Board of Directors of DSP Merrill Lynch Trustee Co. Pvt. Ltd., are fair and reasonable.
 - v. In our opinion, and to the best of our information and according to the explanations given to us, the said financial statements give the information required by the Regulations as applicable, and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a) in the case of the balance sheets, of the state of affairs of the Schemes as at March 31, 2005;
 - b) in the case of the revenue accounts, of the surplus/deficit for the year/period ended on that date; and
 - c) in the case of cash flow statements, of the cash flows for the year ended on that date.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that:
 - i. We have obtained all the information and explanations, which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

**For S. R. BATLIBOI & CO.
Chartered Accountants**

per **Hemal Shah**
Partner
Membership No.: 42650

Mumbai, April 27, 2005

Abridged Audited Balance Sheet of Schemes of DSP Merrill Lynch Mutual Fund as at March 31, 2005

	SCHEMES											
	BF		EF		LF		BaF		GSFA		GSFB	
	As at 31.03.2005	As at 31.03.2004										
LIABILITIES												
Unit Capital	8,635.21	49,456.26	4,568.17	3,706.81	90,525.91	137,127.89	14,193.33	7,417.60	3,048.56	7,285.34	1,222.06	1,244.96
Reserves & Surplus												
Unit Premium Reserve	(45,632.53)	(17,633.86)	4,005.48	2,442.60	21,879.82	30,385.33	4,681.34	453.66	(2,494.31)	1,068.82	(487.92)	(237.46)
Other Reserves	51,270.61	51,282.04	2,033.00	137.50	8,867.99	6,069.87	1,527.00	1,733.83	4,261.25	4,222.47	836.54	799.35
Unrealised Appreciation in Value of Investment	12.19	1,322.74	2,596.58	1,422.51	56.96	–	2,945.11	1,706.41	–	111.32	–	–
Current Liabilities and Provisions												
Provision for doubtful Income/ Deposits, Other Current Liabilities & Provisions	86.55	976.45	277.20	289.91	72.08	3,910.74	128.15	61.54	6.30	119.42	6.48	2.95
Total	14,372.03	85,403.63	13,480.43	7,999.33	121,402.76	177,493.83	23,474.93	11,373.04	4,821.80	12,807.37	1,577.16	1,809.80
ASSETS												
Investments												
Equity Shares & Preference Shares	–	–	12,297.38	7,098.52	–	–	14,131.13	7,343.11	–	–	–	–
Privately Placed Debentures/ Bonds/PTC	1,863.50	14,709.97	–	–	6,546.25	21,566.85	–	–	–	–	–	–
Debentures, Bonds & PTC Listed/ Awaiting Listing	5,474.96	37,214.55	–	2.90	26,556.29	12,006.12	7,850.15	813.81	–	–	–	–
Government Securities	2,735.20	26,481.40	–	–	–	11,679.52	990.00	2,204.17	2,673.65	12,125.62	506.34	1,237.85
Treasury Bills	–	–	–	–	–	–	–	–	99.46	–	895.13	–
Commercial Papers	–	–	–	–	18,380.61	58,712.51	–	–	–	–	–	–
Certificate of Deposits	–	–	–	–	43,546.12	38,199.80	–	–	–	–	–	–
Deposits												
With Scheduled Banks	–	–	–	–	22,500.00	20,500.00	–	–	–	–	–	–
Call Deposit with Bank	–	–	–	–	15.00	3,975.00	35.00	–	–	–	–	–
Call Deposit with Others	20.00	–	20.00	–	–	–	–	–	15.00	–	10.00	–
Margin Money	148.00	148.00	–	–	14.50	14.00	12.91	3.00	31.00	31.00	7.00	7.00
Other Current Assets												
Balances with Banks	2,544.32	552.73	149.94	420.73	54.32	8,326.99	89.93	285.40	15.11	82.99	12.11	61.68
Other Current Assets	1,586.05	6,296.98	1,013.11	477.18	3,789.67	2,513.04	365.81	723.55	1,987.58	567.76	146.58	503.27
Total	14,372.03	85,403.63	13,480.43	7,999.33	121,402.76	177,493.83	23,474.93	11,373.04	4,821.80	12,807.37	1,577.16	1,809.80

Notes to Accounts - Schedule 1

The schedules referred to the above and the notes to accounts form an integral part of the accounts.

As per our attached report of even date

For S. R. Batliboi & Co.
Chartered Accountants

per Hemal Shah
Partner
Membership no. 42650

Mumbai, April 27, 2005

For DSP Merrill Lynch Trustee Co. Pvt. Ltd.

Shitin D Desai
Chairman

S. S. Thakur
Director

Mumbai, April 26, 2005

Rupees in lacs

SCHEMES														
TF		OF		STF		TEF		SPF-M		FRF		ITF	SPF-A	SPF-C
As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2004	As at 31.03.2005	As at 31.03.2005	As at 31.03.2005
2,371.35	2,952.52	31,388.16	36,467.60	10,146.78	49,047.57	5,308.24	8,625.26	27,237.69	57,138.03	216,699.77	31,194.76	20,118.73	3,331.70	2,169.84
836.41 (1,613.27)	799.10 (2,163.59)	1,894.28 9,824.54	5,307.16 8,493.61	(1,305.93) 2,001.75	506.54 1,869.13	(420.04) 1,853.66	1,373.71 1,492.30	(243.84) 4,703.05	2,148.10 3,428.06	2,757.55 4,361.51	(15.97) 659.44	1,285.06 2,717.45	(14.74) 119.69	(17.55) 70.82
986.46	592.83	16,547.12	8,990.16	26.65	37.71	1,605.80	1,531.33	687.88	186.60	522.02	-	3,615.33	65.03	18.48
10.04	9.77	954.82	616.82	54.05	94.72	263.27	150.17	319.55	443.00	549.47	607.42	1,281.86	177.68	22.22
2,590.99	2,190.63	60,608.92	59,875.35	10,923.30	51,555.67	8,610.93	13,172.77	32,704.33	63,343.79	224,890.32	32,445.65	29,018.43	3,679.36	2,263.81
2,518.78	2,174.93	57,508.99	57,452.14	-	-	8,272.94	12,754.37	4,594.38	9,652.08	-	-	25,285.33	701.03	154.53
-	-	-	-	5,852.29	21,676.64	-	-	8,391.54	8,497.56	46,237.78	15,507.50	-	893.79	500.00
-	-	-	-	1,258.79	19,410.00	-	-	16,200.84	10,752.84	141,406.75	11,997.50	-	1,004.15	893.79
-	-	-	-	1,009.35	6,076.03	-	-	1,883.65	22,194.33	4,950.02	2,033.75	-	495.00	495.00
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	955.37	7,762.16	-	-	-	-
-	-	-	-	-	-	-	-	-	3,850.68	13,125.61	1,478.60	-	-	-
-	-	-	-	-	-	20.00	-	35.00	1,000.00	5,000.00	-	-	-	-
-	-	-	-	-	-	-	-	-	230.00	55.00	295.00	-	-	-
10.00	-	60.00	-	15.00	-	-	-	-	-	-	-	170.00	10.00	10.00
-	-	2.00	2.00	14.00	14.00	-	-	4.00	4.00	2.50	2.00	-	-	-
15.90	15.38	323.55	521.16	2,591.88	106.86	32.93	51.67	84.38	929.32	80.68	850.48	583.73	11.65	41.96
46.31	0.32	2,714.38	1,900.05	181.99	4,272.14	285.06	366.73	1,510.54	5,277.61	6,269.82	280.82	2,975.37	563.74	168.53
2,590.99	2,190.63	60,608.92	59,875.35	10,923.30	51,555.67	8,610.93	13,172.77	32,704.33	63,343.79	224,890.32	32,445.65	29,018.43	3,679.36	2,263.81

BF – DSP Merrill Lynch Bond Fund, EF – DSP Merrill Lynch Equity Fund, LF – DSP Merrill Lynch Liquidity Fund, BaF – DSP Merrill Lynch Balanced Fund, GSFA – DSP Merrill Lynch Government Securities Fund – Plan A (Longer Duration Plan), GSFB – DSP Merrill Lynch Government Securities Fund – Plan B (Shorter Duration Plan), TF – DSP Merrill Lynch Technology.com fund, OF – DSP Merrill Lynch Opportunities Fund, STF – DSP Merrill Lynch Short Term Fund, TEF – DSP Merrill Lynch Top 100 Equity Fund, SPF-M – DSP Merrill Lynch Savings Plus Fund – Moderate, FRF – Floating Rate Fund, SPF-A – DSP Merrill Lynch Savings Plus Fund – Aggressive, SPF-C – DSP Merrill Lynch Savings Plus Fund – Conservative, ITF – DSP Merrill Lynch India T.I.G.E.R. Fund (The Infrastructure Growth and Economic Reforms Fund).

For DSP Merrill Lynch Fund Managers Ltd.

K R V Subrahmanian
Director

Ranjan Pant
Director

Naganath Sundaresan
President & Chief Investment Officer

Mumbai, April 27, 2005

Mumbai, April 26, 2005

Mumbai, April 26, 2005

Abridged Audited Revenue Account for the year/period ended March 31, 2005

	SCHEMES												
	BF		EF		LF		BaF		GSFA		GSFB		
	Year ended 31.03.2005	Year ended 31.03.2004											
INCOME & GAINS													
Dividend	-	-	174.89	75.10	-	-	205.79	124.41	-	-	-	-	-
Interest	2,465.88	9,625.43	14.46	5.77	8,960.21	5,339.45	367.04	163.97	407.32	1,046.94	79.51	218.17	-
Profit on sale/ redemption of investments (other than inter scheme transfer/sale)	-	4,983.11	1,318.71	1,071.74	28.41	-	1,790.85	2,011.92	-	872.84	-	-	-
Profit on inter- scheme sale of Investments	3.69	401.79	-	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-
Write back of provision for un- realised loss in the value of Investments	-	-	17.52	0.13	35.19	6.33	10.23	36.58	-	-	4.99	55.87	-
Total	2,469.57	15,010.33	1,525.58	1,152.74	9,023.81	5,345.78	2,373.91	2,336.88	407.32	1,919.78	84.50	274.04	
EXPENSES & LOSSES													
Management fees	310.58	1,298.01	101.36	42.42	457.62	410.35	233.52	111.06	44.87	119.06	3.04	8.27	
Transfer agents fees & expenses	56.90	189.09	21.58	9.02	82.06	56.20	31.36	14.05	7.80	18.94	1.67	2.79	
Custodian Fees & Transaction charges	5.98	22.19	6.81	4.47	34.06	25.11	9.55	8.02	0.01	0.01	0.01	0.01	
Trusteeship fees	1.03	4.99	0.15	0.08	3.52	1.32	0.25	0.19	0.18	0.52	0.03	0.09	
Marketing expenses	202.33	649.72	61.31	25.47	305.32	-	50.05	18.76	32.76	59.53	2.91	8.27	
Payment to Auditor	5.60	10.51	0.63	0.29	4.86	2.82	0.82	0.57	0.64	1.14	0.36	0.29	
Other operating expenses	9.87	14.85	1.98	0.37	12.94	4.56	2.74	1.02	3.59	4.34	0.54	0.41	
Loss on inter- scheme sale/transfer of Investments	-	-	-	-	-	31.41	-	-	-	-	-	-	
Loss on sale of Investment	1,259.17	-	-	-	38.53	233.11	-	-	357.56	-	37.77	96.52	
Change in net un-realised loss in the value of investments	64.89	-	0.12	12.40	-	17.81	5.24	7.79	5.26	-	-	-	
Total	1916.35	2189.36	193.94	94.52	938.91	782.69	333.53	161.46	452.67	203.54	46.33	116.65	
Excess of income and gains over expenses and losses/ (Excess of expenses and losses over income & gains)	553.22	12,820.97	1,331.64	1,058.22	8,084.90	4,563.09	2,040.38	2,175.42	(45.35)	1,716.24	38.17	157.39	
Add/(Less): Income Equalisation account	(564.69)	(3,471.11)	562.93	879.29	(494.67)	1,516.83	431.30	516.43	84.11	(414.71)	14.24	(22.09)	
Income available for Appropriation	(11.47)	9,349.86	1,894.57	1,937.51	7,590.23	6,079.92	2,471.68	2,691.85	38.76	1,301.53	52.41	135.30	
Appropriation													
Income Distributed during the year	-	3,260.01	-	2,493.70	4,296.73	1,926.22	2,678.49	494.01	-	627.76	13.49	6.35	
Tax on income distributed during the year	-	417.69	-	-	495.36	246.80	-	-	-	80.43	1.76	0.81	
Retained Surplus carried forward to Balance sheet	(11.47)	5,672.16	1,894.57	(556.19)	2,798.14	3,906.90	(206.81)	2,197.84	38.76	593.34	37.16	128.14	

Notes to Accounts - Schedule 1

The schedules referred to the above and the notes to accounts form an integral part of the accounts.

As per our attached report of even date

For S. R. Batliboi & Co.
Chartered Accountants

per Hemal Shah
Partner
Membership no. 42650

Mumbai, April 27, 2005

For DSP Merrill Lynch Trustee Co. Pvt. Ltd.

Shitin D Desai
Chairman

S. S. Thakur
Director

Mumbai, April 26, 2005

Rupees in lacs

SCHEMES														
TF		OF		STF		TEF		SPF-M		FRF		ITF	SPF-A	SPF-C
Year ended 31.03.2005	Year ended 31.03.2004	Year ended 31.03.2005	Period ended 31.03.2004	Period ended 31.03.2005	Period ended 31.03.2005	Period ended 31.03.2005								
38.79 1.95	27.75 1.97	1,386.94 86.36	649.38 53.42	- 1,554.98	- 4,779.99	227.06 14.29	208.55 15.13	125.06 2,588.72	30.69 1,154.33	- 9,745.24	- 512.13	214.87 103.86	8.79 121.44	2.99 130.27
691.55	388.95	8,219.46	13,426.73	-	577.46	1,861.34	4,524.19	751.63	1,244.45	-	-	2,035.61	209.43	98.47
-	-	-	-	-	-	-	-	22.24	-	74.97	-	-	-	3.30
-	-	-	2.84	-	-	-	0.20	-	-	-	-	-	-	-
-	130.93	-	-	24.92	6.79	-	56.49	7.01	9.35	0.87	-	-	-	-
732.29	549.60	9,692.76	14,132.37	1,579.90	5,364.24	2,102.69	4,804.56	3,494.66	2,438.82	9,821.08	512.13	2,354.34	339.66	235.03
27.01	24.46	643.30	339.71	151.94	470.48	131.64	101.93	499.43	219.50	648.39	51.69	165.93	32.44	34.57
12.40	4.36	105.53	56.22	23.96	61.08	27.94	19.07	90.69	33.22	100.65	7.51	46.89	8.52	6.33
2.23 0.05	3.23 0.06	51.69 1.15	48.06 0.62	7.15 0.73	21.97 1.77	9.07 0.22	14.58 0.13	14.57 1.04	6.39 0.22	31.93 1.95	2.38 0.03	10.82 0.15	0.89 0.04	0.61 0.03
19.70 0.27	14.88 0.28	463.73 2.81	237.80 1.65	42.52 2.82	- 2.74	80.19 0.90	63.95 0.54	403.94 2.70	147.71 0.54	407.02 3.04	- 0.27	109.55 1.50	18.75 0.75	21.75 0.75
3.87	0.24	13.70	1.13	3.56	5.22	2.92	0.29	7.55	1.99	13.48	0.64	1.14	0.51	0.47
-	-	-	-	129.57	138.74	-	-	-	-	-	10.76	-	-	-
-	-	-	-	60.13	-	-	-	-	-	0.56	26.64	-	-	-
-	-	-	-	-	30.81	-	-	-	22.51	22.23	3.62	-	2.57	2.57
65.53	47.51	1,281.91	685.19	422.38	732.81	252.88	200.49	1,019.92	432.08	1,229.25	103.54	335.98	64.47	67.08
666.76 (116.45)	502.09 (27.61)	8,410.85 (751.84)	13,447.18 5,898.79	1,157.52 (521.28)	4,631.43 (1,606.07)	1,849.81 86.17	4,604.07 1,531.56	2,474.74 (406.41)	2,006.74 2,817.03	8,591.83 628.33	408.59 495.81	2,018.36 699.11	275.19 (25.15)	167.95 (39.91)
550.31	474.48	7,659.01	19,345.97	636.24	3,025.36	1,935.98	6,135.63	2,068.33	4,823.77	9,220.16	904.40	2,717.47	250.04	128.04
-	-	6,328.07	9,691.38	445.41	1,700.78	1,574.62	4,542.00	701.66	1,231.50	4,880.30	217.14	-	115.28	50.61
-	-	-	-	58.21	217.91	-	-	91.70	157.79	637.79	27.82	-	15.07	6.61
550.31	474.48	1,330.94	9,654.59	132.62	1,106.67	361.36	1,593.63	1,274.97	3,434.48	3,702.07	659.44	2,717.47	119.69	70.82

BF – DSP Merrill Lynch Bond Fund, EF – DSP Merrill Lynch Equity Fund, LF – DSP Merrill Lynch Liquidity Fund, BaF – DSP Merrill Lynch Balanced Fund, GSFA – DSP Merrill Lynch Government Securities Fund – Plan A (Longer Duration Plan), GSFB – DSP Merrill Lynch Government Securities Fund – Plan B (Shorter Duration Plan), TF – DSP Merrill Lynch Technology.com fund, OF – DSP Merrill Lynch Opportunities Fund, STF – DSP Merrill Lynch Short Term Fund, TEF – DSP Merrill Lynch Top 100 Equity Fund, SPF-M – DSP Merrill Lynch Savings Plus Fund – Moderate, FRF – Floating Rate Fund, SPF-A – DSP Merrill Lynch Savings Plus Fund – Aggressive, SPF-C – DSP Merrill Lynch Savings Plus Fund – Conservative, ITF – DSP Merrill Lynch India T.I.G.E.R. Fund (The Infrastructure Growth and Economic Reforms Fund).

For DSP Merrill Lynch Fund Managers Ltd.

K R V Subrahmanian
Director

Ranjan Pant
Director

Naganath Sundaresan
President & Chief Investment Officer

Mumbai, April 27, 2005

Mumbai, April 26, 2005

Mumbai, April 26, 2005

Abridged Audited Cash Flow Statement of Schemes of DSP Merrill Lynch Mutual Fund for the year ended March 31, 2005

Rupees in lacs

	SCHEMES											
	BF		LF		OF		STF		FRF			
	Year ended 31.03.2005	Year ended 31.03.2004	Year ended 31.03.2005	Period ended 31.03.2004								
A. Cashflow from Operating Activity												
Excess of income and gains over expenses and losses	553.23	12,820.98	8,084.88	4,563.10	8,410.84	13,447.18	1,157.53	4,631.43	8,591.83	408.58		
Add / (Less): Unrealised loss provided / Written back	64.89	–	(35.19)	11.47	–	–	(24.92)	24.02	21.36	3.62		
Excess dividend written back	0.03	–	–	–	–	–	–	–	–	–		
Operating Profit Before Working Capital Changes	618.15	12,820.98	8,049.69	4,574.57	8,410.84	13,447.18	1,132.61	4,655.45	8,613.19	412.20		
Adjustments for:-												
(Increase)/Decrease in Other Current Assets	4,634.65	(889.85)	(1,282.84)	(1,846.64)	(898.83)	(1,658.99)	2,572.23	(2,016.85)	(5,913.63)	(280.82)		
(Increase)/Decrease in Money Market Lending (Deposits)	–	1,187.00	(0.50)	286.00	–	13.00	–	19.00	(0.50)	(2.00)		
(Increase)/Decrease in Investments	66,956.83	53,606.58	47,227.67	(119,855.03)	7,500.12	(41,091.11)	39,056.10	(24,313.56)	(181,964.31)	(31,020.97)		
Increase/(Decrease) in Current Liabilities and Provisions	(72.95)	(671.96)	(3,004.93)	3,033.95	385.19	467.91	(30.06)	17.50	168.67	52.24		
Net Cash Generated From Operations	(A)	72,136.68	66,052.75	50,989.09	(113,807.15)	15,397.32	(28,822.01)	42,730.88	(21,638.46)	(179,096.58)	(30,839.35)	
B. Cashflow from Financing Activities												
Increase/(Decrease) in Unit Corpus	(40,821.05)	(26,316.79)	(46,601.97)	118,412.05	(5,079.44)	25,764.86	(38,900.80)	25,797.66	185,505.01	31,194.77		
Increase/(Decrease) in Unit Premium	(28,563.35)	(37,051.63)	(9,000.18)	25,798.41	(4,164.72)	12,164.58	(2,333.75)	(1,290.38)	3,401.85	479.84		
Outstanding Receivable/ Payables for Unit Corpus	(551.15)	(1,045.48)	(826.09)	1,209.89	37.31	(6.42)	1,513.36	(1,453.53)	(473.81)	555.18		
Dividend Paid during the year (including dividend tax paid)	(189.54)	(3,488.26)	(4,793.52)	(2,169.41)	(6,328.08)	(9,691.38)	(509.67)	(1,896.21)	(5,346.27)	(244.96)		
Net Cash Used in Financing Activities	(B)	(70,125.09)	(67,902.16)	(61,221.76)	143,250.94	(15,534.93)	28,231.64	(40,230.86)	21,157.54	183,086.78	31,984.83	
Net Increase/(Decrease) in Cash & Cash Equivalents	(A+B)	2,011.59	(1,849.41)	(10,232.67)	29,443.79	(137.61)	(590.37)	2,500.02	(480.92)	3,990.20	1,145.48	
Cash and Cash Equivalents as at the beginning of the year	552.73	2,402.14	32,801.99	3,358.20	521.16	1,111.53	106.86	587.78	1,145.48	–		
Cash and Cash Equivalents as at the close of the year/period	2,564.32	552.73	22,569.32	32,801.99	383.55	521.16	2,606.88	106.86	5,135.68	1,145.48		
Net Increase/(Decrease) in Cash & Cash Equivalents	2,011.59	(1,849.41)	(10,232.67)	29,443.79	(137.61)	(590.37)	2,500.02	(480.92)	3,990.20	1,145.48		
Components of cash and cash equivalents												
With Banks - on current account	2,544.32	552.73	54.32	8,326.99	323.55	521.16	2,591.88	106.86	80.68	850.48		
- on money at call	–	–	–	–	–	–	15.00	–	55.00	295.00		
Money at Call with Institutions	20.00	–	15.00	3,975.00	60.00	–	–	–	–	–		
With Banks - Fixed Deposits	–	–	22,500.00	20,500.00	–	–	–	–	5,000.00	–		
	2,564.32	552.73	22,569.32	32,801.99	383.55	521.16	2,606.88	106.86	5,135.68	1,145.48		

As per our attached report of even date

**For S. R. Batliboi & Co.
Chartered Accountants**

per Hemal Shah
Partner
Membership no. 42650
Mumbai, April 27, 2005

**For DSP Merrill Lynch Trustee
Co. Pvt. Ltd.**

Shitin D Desai **S. S. Thakur**
Chairman Director

Mumbai, April 26, 2005

For DSP Merrill Lynch Fund Managers Ltd.

K R V Subrahmanian **Ranjan Pant**
Director Director

Mumbai, April 27, 2005 Mumbai, April 26, 2005

Naganath Sundaresan
President & Chief Investment Officer

Mumbai, April 26, 2005

DSP MERRILL LYNCH MUTUAL FUND
Schedules forming part of the Abridged Balance Sheet as at March 31, 2005 and the
Revenue Account for the year / period ended March 31, 2005.

Schedule 1**NOTES TO ACCOUNTS****1. Organisation**

Scheme Name	Date of Launch	IPO Period	Date of Reopen	Investment Objective
BF	April 07,1997	April 7, 1997 - April 15, 1997	May 2, 1997	Primarily generate attractive returns, consistent with prudent risk, from a portfolio of high quality debt securities of issuers domiciled in India
EF	April 07,1997	April 7, 1997 - April 15, 1997	May 2, 1997	Primarily generate long term capital appreciation, from a portfolio that is substantially constituted of equity securities and equity related securities of issuers domiciled in India
LF	Mar. 06, 1998	March 6, 1998 - March 9, 1998	Mar. 16, 1998	Primarily generate a reasonable return commensurate with low risk and a high degree of liquidity, from a portfolio of money market securities and high quality debt securities of issuers domiciled in India
BaF	May 03, 1999	May 03, 1999 - May 14, 1999	May 31, 1999	Seek to generate long term capital appreciation and current income from a portfolio constituted of equity and equity related securities as well as fixed income securities (debt and money market securities)
GSFA	Sept. 20, 1999	Sept. 20, 1999 - Sept. 23, 1999	Oct. 01, 1999	Seek to generate income through investment in Central Government Securities of various maturities
GSFB	Sept. 20, 1999	Sept. 20, 1999 - Sept. 23, 1999	Oct. 01, 1999	Seek to generate income through investment in Central Government Securities of various maturities
TF	Mar. 11, 2000	Mar. 11, 2000 - April 18, 2000	May 18, 2000	primarily generate long term capital appreciation, and secondary objective is income generation and the distribution of dividend from a portfolio that is substantially constituted of equity securities and equity related securities concentrating on the investment focus of the Scheme
OF	Mar. 11, 2000	Mar. 11, 2000 - April 18, 2000	May 18, 2000	Primarily generate long term capital appreciation, and the secondary objective is income generation and the distribution of dividend from a portfolio that is substantially constituted of equity securities and equity related securities concentrating on the investment focus of the Scheme.
STF	Aug. 30, 2002	Aug. 30, 2002 - Sept. 04, 2002	Sep. 10, 2002	Primarily generate income commensurate with prudent risk, from a portfolio constituting of money market securities, floating rate debt securities and debt securities
TEF	Feb. 10, 2003	Feb. 10, 2003 - Feb. 21, 2003	Mar. 11, 2003	Primarily generate capital appreciation, from a portfolio that is substantially constituted of equity securities and equity related securities of the 100 largest corporates by market capitalisation, listed in India
SPF-M	Feb. 10, 2003	Feb. 10, 2003 - Feb. 21, 2003	Mar. 11, 2003	Generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India
FRF	May 12, 2003	May 12, 2003	May 13, 2003	Generate income commensurate with prudent risk from a portfolio comprised substantially of floating rate debt securities and fixed rate debt securities swapped for floating rate returns.
SPF-C	April 27,2004	April 27,2004-May 25,2004	June 14,2004	Generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India
SPF-A	April 27,2004	April 27,2004-May 25,2004	June 14,2004	Generate attractive returns with prudent risk from a portfolio which is substantially constituted of quality debt securities. The Scheme will also seek to generate capital appreciation by investing a smaller portfolio of its corpus in equity and equity related securities of the 100 largest corporates, by market capitalization listed in India
ITF	April 27,2004	April 27,2004-May 25,2004	June 14,2004	The Primary investment objective of the scheme is to seek to generate capital appreciation,from a portfolio that is substantially constituted of equity securities and equity related securities of corporates, which could benefit from structural changes brought about by continuing liberalization in economic policies by the Government and/or from continuing investments in infrastructure, both by the public and private sector.The Schme may also invest a certain portion of its corpus in debt and money market securities, in order to meet liquidity requirements from time to time.

Note: All the Schemes are open ended schemes

2. Significant Accounting Policies

2.1 Basis of Accounting

The financial statements are prepared on the accrual basis of accounting, under the historical cost convention, as modified for investments, which are 'marked to market'. The financial statements have been prepared in accordance with the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended from time to time.

2.2 Unit Capital

Unit Capital represents the net outstanding units as at the Balance Sheet date.

Upon issue and redemption of units, the net premium or discount to the face value of units is credited or debited respectively to the Unit Premium Reserve account, after adjusting an appropriate portion of the sale/ repurchase price to the Income Equalisation account.

2.3 Income Equalisation account

When units are issued or redeemed, the net distributable income or loss for transacted units (excluding unrealised appreciation/depreciation in the value of investments) from the beginning of the accounting year upto the date of issue or redemption of such units is transferred to / from the Income Equalisation account.

The purpose is to ensure that the per unit amount of the continuing unitholders' share of the undistributed income / loss remains unaffected by movement in unit capital. At the year end, the balance in the Equalisation account is transferred to the Revenue account.

2.4 Investments

a) Accounting for investment transactions

Investments are accounted on the date of the transaction at cost after considering transaction costs as applicable excluding custodian transaction charges. The front end fee receivable, if any, is reduced from the cost of such investment. Bonus entitlements are recognised as investments on the 'ex- bonus date'. Rights entitlements are recognised as investments on the 'ex-rights date'.

b) Valuation of investments

During the year, the Fund has valued its investments in accordance with SEBI (Mutual Funds) Regulations, 1996, as amended from time to time. All investments are marked to market and are stated in the balance sheet at their market/ fair value. In valuing the Scheme's investments:

I. Valuation of Traded Securities

I.I. Equity and Equity related Securities

Traded Equity and Equity related Securities are valued at the last quoted closing price on the National Stock Exchange (NSE) or other Stock Exchange (SE) (in case where security is either not listed on NSE or not traded on NSE). In case where a security is not traded on the valuation day then it is valued at last traded price on the NSE or any other SE on which it traded provided it is not more than thirty days prior to the date of valuation.

I.II. Debt Securities

Traded Debt Securities (other than Government Securities) are valued at the last quoted price on the NSE on the day of valuation.

II. Valuation of Thinly Traded Securities/ Non-traded and Unlisted Securities

II.I Equity & Equity related Securities

Thinly Traded, Non-traded and unlisted Equity and Equity Related securities are valued "in good faith" on the basis of net worth per share and earnings capitalization as prescribed by the SEBI.

II.II. Debt Securities of upto 182 Days to Maturity

Non-traded / thinly traded / unlisted debt securities of upto 182 days to maturity are valued at cost or last valuation price (in case of securities having maturity period of more than 182 days at the time of purchase) plus difference between the redemption value and the cost or last valuation price spread uniformly over the remaining maturity period of the instrument.

II.III. Debt Securities of over 182 Days to Maturity

Non traded / thinly traded / unlisted debt securities of over 182 days to maturity are valued in good faith by the investment manager on the basis of valuation principles laid down by the SEBI. The approach in valuation of a non-traded / thinly traded / unlisted debt security is based on the concept of using spreads over the benchmark rate to arrive at the yields for pricing the security.

III. Valuation of Non Traded /Thinly Traded and Unlisted Floating Rate Debt Securities (Floaters)

There are no valuation guidelines prescribed by SEBI for Valuation of Non Traded / Thinly Traded and Unlisted Floating Rate Debt Securities. These securities are valued as determined by the investment manager based on policy as approved by the Board of Trustees.

IV. Valuation of Government Securities

Government Securities are valued at the prices provided by the agency (currently Crisil Investment & Risk Management Services) approved by the Association of Mutual Funds of India (AMFI), on a daily basis.

V. Valuation of securities with Put/Call Options

V.I. Securities with Call option

The securities with call option are valued at the lower of the value as obtained by valuing the security to final maturity and valuing the security to call option. In case there are multiple call options, the lowest value obtained by valuing to the various call dates and valuing to the maturity date is taken as the value of the instrument.

V.II. Securities with Put option

The securities with put option are valued at the higher of the value as obtained by valuing the security to final maturity and valuing the security to put option. In case there are multiple put options, the highest value obtained by valuing to the various put dates and valuing to the maturity date is taken as the value of the instruments.

V.III. The securities with both Put and Call option on the same day would be deemed to mature on the Put/Call day and would be valued accordingly.

VI. Valuation of Money Market Instruments

Investments in call money and short-term deposits with banks are valued at cost plus accrued interest.

Money market instruments are valued at the last traded yield on the date of valuation. In case the security is not traded on the valuation day then it is valued on straight-line amortization over the maturity period of the instruments.

2.5 Revenue recognition

Income on investments is recognised on accrual basis except where there is uncertainty about ultimate recovery / realisation. Such income is recognised when the uncertainty is resolved.

Interest on fixed income securities is recognised as income on a daily basis over the period of holding. In respect of discounted securities, the discount to redemption value is amortised and recognised as interest income equally over the period to redemption.

Profit or loss on sale of investments is recognised on the trade date and is determined on the basis of the weighted average cost method.

2.6 Expenses

All expenses are accounted for on accrual basis.

2.7 Contingent Deferred Sales Charge (CDSC)/Entry Load

The CDSC / Entry Load collected is utilised for meeting the selling and distribution expenses.

2.8 Initial Public offer expenses for SPF-A & SPFC was borne by the AMC and for ITF in excess of 2% IPO load was borne by the AMC

3. Settlement Guarantee Fund (SGF) & Margins for Collateralized Borrowing and Lending Obligations (CBLO)

Following Central Government dated Securities are pledged towards SGF & Margin for CBLO with the Clearing Corporation of India Limited as of March 31, 2005

Rupees in lacs

Scheme	Security	Face Value
BF	9.39% CGL 2011	500
SPF-M	6.18% CGL 2005	300
SPF-M	04.49% CGL FRB 2016	100
GSFA	7.55% CGL 2010	500

4. Investments

a. Investments of the scheme are registered in the name of the trustee for the benefit of the Schemes Unitholders.

b. Investments made in companies which have invested more than five percent of the net asset value of the Schemes of DSP Merrill Lynch Mutual Fund in terms of Regulation 25 (11)

Rupees in Crores

Company Name @	Scheme invested in by the company	Investing Scheme	Aggregate Purchase Cost during the period under 25(11)*	Market/Fair Value as at March 31, 2005
Allahabad Bank	EF	FRF LF	75.00 194.28	– 99.28
Bank of Baroda	FRF,LF	ITF	3.26	–
Bharti Televentures Ltd.	STF,FRF	BaF BF EF ITF OF SPF - A SPF - C SPF - M TEF TF	3.11 – 0.81 10.31 8.08 0.49 0.18 7.10 1.40 0.12	1.87 3.87 2.33 5.59 13.25 – – – 2.17 1.49
Dabur India Ltd.	FRF	BaF TEF	3.14 0.32	4.39 –
Dr Reddys Laboratories Ltd.	FRF	BaF EF OF SPF - M	4.36 0.52 2.66 6.49	– – – –
FDC Ltd.	SPF-M	BaF EF	2.28 1.47	0.43 0.46
Finolex Cables Ltd.	FRF	LF	20.00	–
Finolex Industries Ltd.	SPF-A	EF	1.95	1.25
Grasim Industries Ltd.	FRF,STF	BaF EF ITF OF SPF - A SPF - C SPF - M TEF	4.16 1.84 10.20 12.58 1.21 0.33 7.93 0.55	4.50 6.00 9.27 25.75 0.48 0.08 2.89 5.16
Gujarat Ambuja Cements Ltd.	LF	BaF EF OF SPF - A SPF - C SPF - M TEF	2.39 0.05 6.99 0.65 0.23 5.64 1.53	2.62 1.79 8.51 0.42 0.07 2.61 –
HCL Corporation Ltd.	TEF	BaF EF TF	0.96 1.33 0.87	2.14 2.91 1.54
HCL Technologies Ltd. (HCL Corporation is the holding company)	STF,BF	OF TEF TF	3.98 4.36 0.28	6.07 3.31 0.73

HDFC Bank Ltd.	FRF	BaF EF FRF ITF LF SPF - A SPF - C SPF - M	0.99 1.58 296.90 4.56 54.57 0.40 0.09 7.38	1.04 1.71 – 4.80 – 0.37 0.08 2.81
Hero Honda Ltd.	SPF-M,FRF,LF,SPF-C	BaF EF OF SPF - A SPF - C SPF - M TEF	1.98 0.03 7.88 0.35 0.14 3.15 3.98	– – 0.02 – – – 0.72
Hindalco Ltd.	BF,FRF,LF	BF ITF OF TEF	– 6.50 4.36 0.56	5.21 6.64 16.39 3.11
Hindustan Lever Ltd.	LF,STF	EF	0.34	–
ICICI Bank Ltd.	LF,SPF-C	BaF BF EF FRF ITF LF OF SPF - A SPF - C SPF - M TEF	3.53 – 4.03 509.70 8.59 544.45 8.13 0.12 0.10 7.63 8.09	1.76 10.61 3.00 146.26 8.64 155.77 – – – – 4.43
IDBI	OF,FRF,LF,SPF-C,STF,GSFA	BaF BF FRF LF OF SPF - M STF TEF	20.27 15.40 532.14 421.36 7.76 34.78 25.10 1.96	20.28 15.40 300.25 33.24 1.84 46.47 – 0.02
Indian Overseas Bank	ITF	ITF OF TEF	2.95 4.39 1.35	2.68 – –
Indian Rayon and Industries Ltd.	FRF	ITF EF OF	3.44 – 1.77	8.69 1.41 10.04
Infosys Technologies Ltd.	LF	BaF EF OF SPF - A SPF - C SPF - M TEF TF	8.50 2.87 15.25 1.55 0.60 13.24 4.60 0.68	9.15 5.37 26.52 0.36 0.11 1.68 6.71 6.17
ITC Ltd.	FRF,LF,STF	BaF EF OF SPF - A SPF - C TEF	1.11 3.73 15.17 0.29 0.11 2.19	1.08 4.74 15.52 – – 4.24
Jet Airways Ltd.	LF	BaF EF	0.62 0.30	– –

Rupees in Crores

Company Name @	Scheme invested in by the company	Investing Scheme	Aggregate Purchase Cost during the period under 25(11)*	Market/Fair Value as at March 31, 2005
		ITF	0.58	-
		OF	1.70	-
		SPF - A	0.08	-
		SPF - C	0.03	-
		SPF - M	1.05	-
		TEF	0.26	-
Kotak Mahindra Bank Ltd.	LF	EF	0.06	1.59
		FRF	-	80.04
		LF	173.73	111.86
		STF	20.00	-
		TEF	1.61	-
Maruti Udyog Ltd.	FRF,STF	BaF	1.04	-
		EF	0.08	-
		OF	21.07	5.24
		SPF - A	0.46	-
		SPF - C	0.17	-
		SPF - M	6.13	-
		TEF	1.22	-
Punjab National Bank	ITF	BaF	3.35	2.60
		BF	10.71	-
		EF	1.35	1.36
		FRF	75.00	50.00
		ITF	3.13	2.70
		LF	175.00	50.00
		OF	12.88	5.62
		SPF - A	0.43	0.33
		SPF - C	0.27	0.23
		SPF - M	4.66	3.84
		TEF	1.01	1.02
State Bank of India	OF,EF,ITF	BaF	5.03	5.74
		BF	35.25	11.38
		EF	2.70	5.72
		FRF	24.23	24.23
		ITF	17.29	11.35
		LF	78.95	5.06
		OF	14.60	31.66
		SPF - A	1.14	0.57
		SPF - C	0.35	0.10
		SPF - M	8.89	1.92
		STF	21.76	-
		TEF	3.13	5.08
Tata Consultancy Services Ltd.	STF	BaF	6.26	4.93
		EF	3.76	4.33
		OF	22.31	18.22
		SPF - A	1.81	0.69
		SPF - C	0.56	0.10
		SPF - M	12.54	4.16
		TEF	4.33	3.48
		TF	1.98	2.66
Tata Iron And Steel Company Ltd.	LF	BaF	4.20	2.84
		BF	20.16	-
		EF	5.09	3.40
		FRF	20.27	-
		ITF	12.83	8.02
		LF	20.12	-
		OF	36.01	17.40
		SPF - A	0.47	-
		SPF - C	0.19	-

		SPF - M	4.40	-
		TEF	6.93	3.79
Tata Motors Ltd.	SPF-M,FRF,LF,STF	BaF	1.42	-
		EF	0.38	1.58
		ITF	9.94	5.70
		OF	10.01	7.87
		SPF - A	0.66	-
		SPF - C	0.23	-
		SPF - M	6.20	-
		TEF	1.99	0.04
Tata Power Ltd.	LF	EF	2.65	-
		ITF	5.10	-
UCO Bank	LF, STF	LF	140.00	125.00
Union Bank of India	SPF-M,SPF-A,FRF	BaF	2.85	0.95
		EF	0.85	1.17
		TEF	2.24	1.34
UTI Bank	SPF-M,FRF,LF	BaF	0.86	3.94
		FRF	19.55	50.21
		ITF	3.93	8.18
		LF	212.69	89.99
Vijaya Bank	BaF,EF,TEF	EF	0.07	-
		ITF	4.35	2.95
		OF	6.05	15.83
		SPF - A	0.19	-
		SPF - C	0.07	-
		SPF - M	1.96	-
		TEF	0.50	-
VSNL	STF,LF,FRF	ITF	1.70	-
Wipro Ltd.	LF,STF	BaF	5.84	3.97
		EF	0.06	-
		TF	0.68	2.33

@ including investment in subsidiaries, * - Includes the Inter Scheme investments

The Investment Manager is of the opinion that the investments are made by the schemes in such companies since they are perceived as fundamentally strong and possess a high potential for growth. Further, investments in bonds issued by the aforesaid companies would yield attractive returns commensurate with the risks associated with the issuer.

5. Investment Management and Trusteeship fees

Investment management fees have been charged by the Schemes pursuant to an agreement with DSP Merrill Lynch Fund Managers Limited (AMC), as under:

Scheme	Average rate per annum on daily average net assets
BF(Retail)	0.95 %
BF (Institutional)	0.37 %
EF	1.24 %
LF	0.26 %
BaF	1.40 % *
GSFA	0.61 %
GSFB	0.24 %
TF	1.03 %
OF	1.04%
STF	0.47%
TEF	1.24%
SPF - M	0.93%
FRF	0.37%
SPF-A	0.85%
SPF-C	0.95%
ITF	0.90%

* Including Additional Management Fees

The Fund has accrued trusteeship fees aggregating Rs.1,051,000 (previous year Rs. 1,000,000) for the year ended March 31, 2005 in accordance with the original Trust Deed dated December 16, 1996 as amended by supplementary Trust Deed dated December 23, 1999. The trusteeship fees have been allocated between the schemes in proportion to the net assets of the schemes. The Trusteeship fees are subject to a maximum of 0.02% of the average net assets per annum.

6. Details of Transactions with Associates in terms of Regulation 25(8):

Name of Associate: DSP Merrill Lynch Limited

Rupees in lacs

Scheme Name	Securities transaction in the form of investments in various Public issues / Private placements where the associate was the sole or one of the several lead managers		Payment of Brokerage on Secondary Market transactions		Payment of Brokerage for Distribution and Sale of Units	
	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04
BF	-	3,000.00	-	-	56.01	250.67
EF	384.32	51.77	1.74	5.54	22.17	14.66
LF	21,500.00	20,200.00	-	-	89.27	78.00
BaF	626.68	85.95	4.90	5.50	70.65	43.28
GSFA	-	-	-	-	3.40	20.06
GSFB	-	-	-	-	1.78	2.98
TF	38.32	6.44	0.57	1.72	6.78	7.02
OF	2,039.98	474.28	23.01	58.09	75.42	59.82
STF	-	7,497.79	-	-	22.15	75.29
TEF	334.79	97.26	4.25	12.52	18.18	38.83
SPF - M	1,257.64	5,762.19	6.77	6.71	134.12	78.52
FRF	20,000.00	5,300.00	-	-	93.88	13.66
SPF-C	59.26	-	0.03	-	2.94	-
SPF-A	100.66	-	0.07	-	8.52	-
ITF	325.83	-	10.77	-	69.74	-

Note: Brokerage on distribution and sale of units paid/payable represents the amount paid/payable for the year and does'nt necessarily reflect the amount charged to the Schemes revenue account.

7. The aggregate value of investments purchased and sold (including redeemed) during the year and these amounts as a percentage of average daily net assets are as follows:

Scheme	Purchase (Rupees in lacs)		Sale (Rupees in lacs)		Purchase as a % to average daily net assets		Sale as % to average daily net assets	
	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04
BF	96,712.91	393,409.10	162,253.69	452,299.98	260.52%	285.23 %	437.07%	327.93 %
EF	9,429.95	7,230.78	6,768.71	4,479.23	115.36%	211.75 %	82.81%	131.17 %
LF	631,912.50	486,447.14	675,434.97	345,965.75	359.11%	508.13%	383.84%	361.39 %
BaF	24,994.55	18,321.18	15,444.41	15,133.32	149.83%	245.82 %	92.58%	203.05 %
GSFA	63,081.43	133,578.90	71,961.12	132,728.99	853.14%	787.44 %	973.24%	782.43 %
GSFB	5,138.18	1,757.65	4,949.09	2,764.15	406.31%	74.74 %	391.36%	117.53 %
TF	2,144.55	2,916.54	2,885.89	3,312.75	81.64%	146.80 %	109.86%	166.74 %
OF	51,070.54	96,865.49	66,875.74	69,201.12	82.06%	303.58 %	108.16%	216.88 %
STF	43,782.62	223,979.02	77,840.02	198,220.79	135.50%	285.01 %	240.90%	252.23 %
TEF	10,270.97	34,461.64	16,687.68	29,311.64	96.38%	402.07 %	156.60%	341.99 %
SPF - M	76,694	112,251.47	103,278.28	58,002.57	142.39%	549.31 %	191.75%	283.84 %
FRF	685,477.46	52,584.68	492,432.78	21547.45	388.53%	528.15 %	279.11%	216.42 %
SPF-C	8,143.53	-	6,105.70	-	223.14 %	-	167.30 %	-
SPF-A	7,562.16	-	4,619.98	-	199.08 %	-	121.62 %	-
ITF	43,016.46	-	23,417.51	-	233.97 %	-	127.37 %	-

8. Distributable Surplus:

Rupees in lacs

Scheme Name	Net Income as per Revenue Account		Add: Balance of undistributed income as at the beginning of the year		Less: Distributed to unitholders & distributiontax		Balance Distributable income	
	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04	2004-05	2003-04
BF	(11.47)	9,349.87	51,282.04	45,609.86	(0.04)	3,677.70	51,270.61	51,282.04
EF	1,894.57	1,937.51	137.50	693.69	(0.93)	2,493.70	2,033.00	137.50
LF	7,590.23	6,079.93	6,069.87	2,162.96	4,792.11	2,173.02	8,867.99	6,069.87
BaF	2,471.68	2,691.84	1,733.83	(464.00)	2,678.51	494.01	1,527.00	1,733.83
GSFA	38.76	1,301.54	4,222.49	3,629.13	-	708.20	4,261.25	4,222.47
GSFB	52.41	135.32	799.35	671.20	15.22	7.16	836.54	799.35
TF	550.31	474.47	(2,163.59)	(2,638.06)	-	-	NIL	NIL
OF	7,659.01	19,345.97	8,493.61	(1160.98)	6,328.08	9,691.38	9,824.54	8,493.61
STF	636.24	3,025.37	1,869.13	762.46	503.62	1,918.69	2001.75	1,869.13
TEF	1,935.98	6,135.64	1,492.30	(101.34)	1,574.62	4,542.00	1,853.66	1,492.30
SPF - M	2,068.33	4,823.79	3,428.06	(6.44)	793.34	1,389.29	4703.05	3,428.06
FRF	9,220.16	904.39	659.44	-	5,518.09	244.96	4,361.51	659.44
ITF	2,717.45	-	-	-	-	-	2,717.45	-
SPF-A	250.04	-	-	-	130.35	-	119.69	-
SPF-C	128.04	-	-	-	57.22	-	70.82	-

9. Segment Information

The Schemes operate only in one segment viz. to primarily generate returns, based on schemes investment objective.

10. Related Party Disclosure pursuant to Accounting Standard 18 issued by The Institute of Chartered Accountants of India is applicable for following schemes and disclosures are made as under:

• DSP Merrill Lynch Bond Fund • DSP Merrill Lynch Liquidity Fund • DSP Merrill Lynch Opportunities Fund • DSP Merrill Lynch Short Term Fund • DSP Merrill Lynch Floating Rate Fund

The following are the related parties by control:

- a. **DSP Merrill Lynch Fund Managers Ltd (AMC)**
- b. **DSP Merrill Lynch Trustee Company Private Limited (Trustee Company)**
- c. **Key Management Personnel :**
 - Mr. Alok Vajpeyi – President (upto January 31, 2005)
 - Mr. Dhawal Dalal – Fund Manager (BF, STF, FRF)
 - Mr. Anup Maheshwari – Fund Manager (OF)
 - Mr. Naganath Sundaresan – President & Chief Investment Officer
 - Mr. Sujoy Kr. Das – Fund Manager (LF)
 - Mr. Pankaj Sharma – Risk Manager
- d. **Associates**
 - DSP Merrill Lynch Ltd. (DSPML)
- e. **Schemes of DSP Merrill Lynch Mutual Fund managed by DSP Merrill Lynch Fund Managers Limited**

Rupees in lacs

BOND FUND

Nature of Transaction	Year	AMC	Trustee Company	Associates: DSPML	Total
Management Fees	2004-2005 2003-2004	310.58 1,298.01	— —	— —	310.58 1,298.01
Brokerage on Unit Distribution (refer note)	2004-2005 2003-2004	— —	— —	56.01 250.67	56.01 250.67
Trustee Fee	2004-2005 2003-2004	— —	1.03 4.99	— —	1.03 4.99
Call and Repo lending (Interest received)	2004-2005 2003-2004	— —	— —	— (interest received 1,595.00) (interest received 0.39)	— (interest received 1,595.00) (interest received 0.39)
Value of Units Purchased (at transaction NAVs)	2004-2005 2003-2004	— 725.00	— —	— —	— 725.00
Value of Units Redeemed (at transaction NAVs)	2004-2005 2003-2004	693.65 —	— —	— —	693.65 —
Year-end Outstanding Units (valued at last declared NAV)	2004-2005 2003-2004	— 702.44	— —	— —	— 702.44
Year-end Other Payables	2004-2005 2003-2004	9.66 64.32	— —	— —	9.66 64.32

LIQUIDITY FUND

Nature of Transaction	Year	AMC	Trustee Company	Associates: DSPML	Total
Management Fees	2004-2005 2003-2004	457.62 410.35	— —	— —	457.62 410.35
Brokerage on Unit Distribution (refer note)	2004-2005 2003-2004	— —	— —	89.27 78.00	89.27 78.00
Trustee Fee	2004-2005 2003-2004	— —	3.52 1.32	— —	3.52 —
Call and Repo lending (Interest received)	2004-2005 2003-2004	— —	— —	4,545.37 (interest received 0.51) 2,465.00 (interest received 0.60)	4,545.37 (interest received 0.51) 2,465.00 (interest received 0.60)
Value of Units Purchased (at transaction NAVs)	2004-2005 2003-2004	2,201.99 3,173.92	— —	2,887.24 8,723.24	5,089.23 11,897.16
Value of Units Redeemed (at transaction NAVs)	2004-2005 2003-2004	2,655.74 4,063.16	— —	5,403.71 9,042.35	8,059.45 13,105.51
Year-end Outstanding Units (valued at last declared NAV)	2004-2005 2003-2004	228.85 681.55	— —	— 2,500.52	228.85 3,182.08
Dividend declared by the Scheme	2004-2005 2003-2004	26.99 20.42	— —	74.74 —	101.73 20.42
Year-end Other Payables	2004-2005 2003-2004	4.88 70.20	0.11 0.69	4.00 12.28	8.99 83.17

OPPORTUNITIES FUND

Nature of Transaction	Year	AMC	Trustee Company	Associates: DSPML	Alok Vajpeyi	Naganath S	Anup Maheshwari	Pankaj Sharma	Total
Management Fees	2004-2005 2003-2004	643.30 339.71	— —	— —	— —	— —	— —	— —	643.30 339.71
Brokerage on Unit Distribution (refer note) {secondary market Equity Trades}	2004-2005 2003-2004	— —	— —	75.42 {Equity Trades 23.01} 59.82 {Equity Trades 58.09}	— —	— —	— —	— —	75.42 {Equity Trades 23.01} 59.82 {Equity Trades 58.09}
Trustee Fee	2004-2005 2003-2004	— —	1.15 0.62	— —	— —	— —	— —	— —	1.15 0.62
Value of Units Purchased (at transaction NAVs)	2004-2005 2003-2004	— —	— —	— —	20.00 1.24	12.00 3.00	— —	2.00 15.00	34.00 19.24
Value of Units Redeemed (at transaction NAVs)	2004-2005 2003-2004	— —	— —	— —	27.00 —	25.70 —	— —	— —	52.70 —
Year-end Outstanding Units (valued at last declared NAV)	2004-2005 2003-2004	— —	— —	— —	— 5.40	14.38 22.66	0.43 0.33	25.62 17.37	40.43 45.76
Dividend declared by the Scheme	2004-2005 2003-2004	— —	— —	— —	— —	2.03 3.10	— —	— —	2.03 3.10
Year-end Other Payables	2004-2005 2003-2004	52.71 46.95	0.05 0.40	5.96 4.69	— —	— —	— —	— —	58.72 52.04

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SHORT TERM FUND

Rupees in lacs

Nature of Transaction	Year	AMC	Trustee Company	Associates: DSPML	Naganath S	Total
Management Fees	2004-2005	151.94	—	—	—	151.94
	2003-2004	470.48	—	—	—	470.48
Brokerage on Unit Distribution (refer note)	2004-2005	—	—	22.15	—	22.15
	2003-2004	—	—	75.29	—	75.29
Trustee Fee	2004-2005	—	0.73	—	—	0.73
	2003-2004	—	1.77	—	—	1.77
Call and Repo lending (Interest received)	2004-2005	—	—	-(interest received -)	—	-(interest received -)
	2003-2004	—	—	1,850.00 (interest received 0.45)	—	1,850.00 (interest received 0.45)
Value of Units Purchased (at transaction NAVs)	2004-2005	0.54	—	—	—	0.54
	2003-2004	255.47	—	1,024.71	—	1,280.17
Value of Units Redeemed (at transaction NAVs)	2004-2005	165.38	—	—	—	165.38
	2003-2004	256.94	—	3,732.14	6.12	3,995.20
Year-end Outstanding Units (valued at last declared NAV)	2004-2005	—	—	—	—	—
	2003-2004	163.69	—	—	—	163.69
Dividend declared by the Scheme	2004-2005	—	—	—	—	—
	2003-2004	5.47	—	24.71	—	30.18
Year-end Other Payables	2004-2005	2.72	0.01	0.71	—	3.44
	2003-2004	26.20	1.17	3.40	—	30.77

FLOATING RATE FUND

Nature of Transaction	Year	AMC	Trustee Company	Associates: DSPML	Total
Management Fees	2004-2005	648.39	—	—	648.39
	2003-2004	51.69	—	—	51.69
Brokerage on Unit Distribution (refer note)	2004-2005	—	—	93.88	93.88
	2003-2004	—	—	13.66	13.66
Trustee Fee	2004-2005	—	1.95	—	1.95
	2003-2004	—	0.03	—	0.03
Call and Repo lending (Interest received)	2004-2005	—	—	4,913.78 (interest received 0.55)	4,913.78 (interest received 0.55)
	2003-2004	—	—	-(interest received -)	-(interest received -)
Value of Units Purchased (at transaction NAVs)	2004-2005	974.53	—	5,542.51	6,517.04
	2003-2004	205.73	—	2,038.47	2,244.20
Value of Units Redeemed (at transaction NAVs)	2004-2005	188.51	—	7,647.46	7,835.97
	2003-2004	100.06	—	—	100.06
Year-end Outstanding Units (valued at last declared NAV)	2004-2005	886.08	—	—	886.08
	2003-2004	105.79	—	2,037.23	2,143.02
Dividend declared by the Scheme	2004-2005	41.57	—	42.51	84.08
	2003-2004	5.73	—	38.47	44.20
Year-end Other Payables	2004-2005	81.30	0.20	9.33	90.83
	2003-2004	18.22	0.03	4.66	22.91

Note: Payment of Brokerage on unit distribution is made by the AMC and the year end balance is reflected in the books of the AMC.

INTERSCHEME TRANSACTIONS

Scheme	Transaction	Scheme acting as counter party	2004-2005	2003-2004
BF	Sell	STF	4,915.07	31,917.80
BF	Sell	FRF	451.80	7,500.00
BF	Sell	LF	4,511.70	11,016.66
BF	Sell	BaF	502.17	316.53
BF	Sell	SPF - M	—	416.37
BF	Purchase	FRF	1,540.32	2,516.22
BF	Purchase	LF	4,485.58	—
BF	Purchase	STF	2,105.70	14,473.58
LF	Sell	STF	2,507.00	8,943.09
LF	Sell	SPF - M	8,906.28	1,506.90
LF	Sell	BaF	2,501.86	—
LF	Sell	FRF	82,502.85	—
LF	Sell	SPF - A	992.10	—
LF	Sell	SPF - C	992.12	—
LF	Purchase	FRF	15,462.04	4,000.00
LF	Purchase	SPF - M	4,454.45	—
LF	Purchase	STF	2,017.86	15,982.88
STF	Sell	FRF	23,686.63	15,225.40
STF	Sell	SPF-M	—	3,033.85
STF	Purchase	SPF - M	203.58	—
STF	Purchase	FRF	—	1,009.65
FRF	Sell	BaF	2,526.88	—
FRF	Sell	SPF - M	—	502.45
FRF	Purchase	SPF - C	1,004.70	—
FRF	Purchase	SPF - M	7,985.37	—

11. Unit Capital movement during the Financial Year 2004-2005

Rupees in lacs

Scheme	Opening units		Units sold / switch in		Redemption / switch out		Closing units	
	Units	Amount	Units	Amount	Units	Amount	Units	Amount
BF	494,562,609.980	4,945.63	62,697,346.242	626.97	470,907,827.815	4,709.08	86,352,128.407	863.52
EF	37,068,090.491	370.68	45,345,428.409	453.45	36,731,860.790	367.32	45,681,658.110	456.81
LF	1,371,278,881.677	13,712.79	10,366,183,968.071	103,661.84	10,832,203,723.191	108,322.04	905,259,126.557	9,052.59
BaF	74,176,016.542	741.76	158,186,949.142	1,581.87	90,429,676.323	904.30	141,933,289.361	1,419.33
GSFA	72,853,445.630	728.53	3,085,298.111	30.85	45,453,122.787	454.53	30,485,620.954	304.85
GSFB	12,449,566.413	124.50	9,605,031.739	96.05	9,833,955.181	98.34	12,220,642.971	122.21
TF	29,525,164.803	295.25	14,232,627.904	142.33	20,044,255.903	200.44	23,713,536.804	237.14
OF	364,675,950.443	3,646.76	386,505,472.578	3,865.05	437,299,842.871	4,373.00	313,881,580.150	3,138.81
STF	490,475,675.973	4,904.76	426,186,562.950	4,261.87	815,194,469.831	8,151.94	101,467,769.092	1,014.69
TEF	86,252,571.322	862.53	48,415,705.193	484.16	81,585,870.110	815.86	53,082,406.405	530.83
SPF - M	571,380,296.283	5,713.80	364,219,329.566	3,642.19	663,222,679.094	6,632.23	272,376,946.755	2,723.76
FRF	311,947,635.561	3,119.48	9,089,119,712.409	90,891.20	7,234,069,682.962	72,340.70	2,166,997,665.008	21,669.98
SPF - A	42,890,237.170	428.90	36,428,762.232	364.29	46,001,954.862	460.02	33,317,044.540	333.17
SPF - C	58,761,261.839	587.61	9,982,235.709	99.82	47,045,139.734	470.45	21,698,357.814	216.98
ITF	171,085,294.912	1,710.85	181,118,070.316	1,811.18	151,016,066.843	1,510.16	201,187,298.385	2,011.87

12. Prior Year Comparatives

Prior Year figures have been reclassified, wherever necessary, to conform to current years' presentation.

13. Large holdings in any of the Schemes (over 25% of the NAV of the Scheme): NIL

14. Contingent Liability: Nil

15. Unit-holders can obtain from the mutual fund a copy of the Annual Report of the scheme in which he /she has invested

16. Perspective Historical per Unit Statistics.

BF

Rupees

	March 31, 2005		March 31, 2004		March 31, 2003	
a. Net asset value, At the end of the period:						
Retail Growth Plan	22.9778		22.8567		21.0507	
Retail Dividend Plan	10.8986		10.8407		11.6447	
Retail Monthly	10.2522		-		-	
Institution Growth Plan	-		11.0671		10.1092	
Institution Dividend Plan	-		10.0605		10.1092	
b. Gross Income						
(i) Income other than profit on sale of investment.	2.8556		1.9463		1.5868	
(ii) Income from profit on inter scheme sales/transfer of investment.	0.0043		0.0812		0.0611	
(iii) Income from profit/(loss) on sale of investment to third party	(1.4582)		1.0076		0.7513	
(iv) Transfer to revenue account, Income from past year' reserve.	-		-		-	
c. Aggregate of expenses, write off, Amortisation and charges (excluding change in unrealised depreciation in investments)	0.6859		0.4428		0.3289	
d. Net Income (excluding change in unrealised depreciation in investments)	0.7158		2.5923		2.0703	
e. Unrealised appreciation/(depreciation) in value of investments	(0.0610)		0.2675		0.2862	
f. Repurchase and Resale Price	Growth	Dividend	Growth	Dividend	Growth	Dividend
Repurchase Price						
	Retail		Retail		Retail	
-Highest Price	22.8656	D-10.8448 MD-10.1907	22.7196	11.7429	21.1670	11.7025
-Lowest Price	21.8712	D-10.3736 MD-9.7590	20.9486	10.7716	18.5100	10.6100
	Institutional		Institutional		Institutional	
-Highest Price	11.1424	10.1290	11.0671	10.4983	10.1092	10.1092
-Lowest Price	10.6832	9.7111	10.1261	10.0572	10.0124	10.0124
Resale Price						
	Retail		Retail		Retail	
-Highest Price	23.0036	D-10.9103 MD-10.2522	22.8567	11.8138	21.2948	11.7731
-Lowest Price	22.0032	D-10.4362 MD-9.8179	21.0750	10.8366	18.6200	10.6700
	Institutional		Institutional		Institutional	
-Highest Price	11.1424	10.1290	11.0671	10.4983	10.1092	10.1092
-Lowest Price	10.6832	9.7111	10.1261	10.0572	10.0124	10.0124
g. Ratio of expenses to average daily net assets by percentage	Retail: 1.81%	Institutional 1.00%	Retail: 1.69%	Institutional 0.98%	Retail: 1.68%	Institutional 0.91%
h. Ratio of gross income to average daily Net assets by percentage (excluding transfer to revenue account from past years' reserve but including unrealised appreciation / depreciation on investments).	3.12%		11.84%		13.74%	

Rupees

	SCHEMES												
	EF			LF			BaF						
	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003				
a. Net asset value, At the end of the period:													
Growth Plan (G)				16.2093	15.4657	14.7182	22.19	18.10	10.06				
Dividend Plan (D)	28.90	20.80	12.98				15.54	14.79	9.01				
Daily Dividend Plan (DD)				10.0100	10.0100	-							
Weekly Dividend Plan (WD)				12.4108	12.4071	12.4063							
Quarterly Dividend Plan (QD)													
Monthly Dividend Plan (MD)													
b. Gross Income													
(i) Income other than profit on sale of investment.	0.41	0.22	0.40	0.9898	0.3894	1.1227	0.40	0.39	0.51				
(ii) Income from profit/(loss) on inter scheme sales/ transfer of investment.	-	-	-	0.0031	(0.0023)	(0.0226)	-	-	-				
(iii) Income from profit/(loss) on sale of investment to third party	2.89	2.89	(0.78)	(0.0043)	(0.0170)	0.0240	1.26	2.71	0.43				
(iv) Transfer to revenue account, Income from past year reserve.	0.04	-	0.29	0.0039	0.0005	0.0014	0.01	0.05	0.04				
c. Aggregate of expenses, write off, Amortisation and charges (excluding change in unrealised depreciation in investments)	0.42	0.23	0.38	0.0995	0.0365	0.1071	0.23	0.21	0.19				
d. Net Income (excluding change in unrealised depreciation in investments)	2.92	2.88	(0.47)	0.8930	0.3341	1.0184	1.44	2.94	0.79				
e. Unrealised appreciation/ (depreciation) in value of investments	4.97	2.91	(2.02)	0.0063	(0.0026)	(0.0127)	1.98	2.10	(0.26)				
f. Repurchase and Resale Price				G	D	G	D	G	D	G	D		
Repurchase Price													
-Highest Price	30.68	28.28	14.21	WD-12.4308 16.2093 DD-10.0261	WD-12.4135 15.4657 DD-10.0131	14.7182	12.3867	22.72	17.29	18.61	15.21	10.42	9.32
-Lowest Price	17.09	13.03	11.65	WD-12.4000 15.4676 DD-10.0100	WD-12.4000 14.7228 DD-10.0004	13.7746	12.3992	16.35	13.36	9.97	8.93	8.85	7.92
Resale Price													
-Highest Price	31.37	28.85	14.49	WD-12.4308 16.2093 DD-10.0261	WD-12.4135 15.4657 DD-10.0131	14.7182	12.4177	23.01	17.51	18.85	15.40	10.55	9.44
-Lowest Price	17.43	13.29	11.88	WD-12.4000 15.4676 DD-10.0100	WD-12.4000 14.7228 DD-10.0004	13.8091	12.3992	16.56	13.53	10.10	9.04	8.96	8.02
g. Ratio of expenses to average daily net assets by percentage	2.37%	2.40%	2.35%	0.51%	0.52%	0.68%	1.97%	2.06%	1.94%				
h. Ratio of gross income to average daily Net assets by percentage (excluding transfer to revenue account from past years' reserve but including unrealised appreciation/ depreciation on investments).	46.20%	65.29%	(15.12%)	5.12%	5.26%	7.02%	30.98%	51.81%	6.83%				

Rupees

	SCHEMES								
	GSFA			GSFB			TF		
	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003
a. Net asset value, At the end of the period:									
Growth Plan (G)	21.2689	21.2930	19.2149	15.2128	14.7153	13.8229	10.88	7.39	4.15
Dividend Plan (D)	11.3130	11.3264	12.5411	10.8379	10.7540	10.8082	10.88	7.39	4.15
Daily Dividend Plan (DD)									
Weekly Dividend Plan (WD)									
Quarterly Dividend Plan (QD)									
Monthly Dividend Plan (MD)	10.0596	10.1389	-						
b. Gross Income									
(i) Income other than profit on sale of investment.	1.3362	1.4372	1.1109	0.6506	1.7525	1.3026	0.17	0.10	0.06
(ii) Income from profit on inter scheme sales/ transfer of investment.	-	-	-	-	-	0.1871	-	-	-
(iii) Income from profit/(loss) on sale of investment to third party	(1.1729)	1.1981	1.3080	(0.3090)	(0.7753)	(0.2706)	2.92	1.32	0.36
(iv) Transfer to revenue account, Income from past year reserve.	-	-	-	0.0408	0.4487	-	-	0.44	-
c. Aggregate of expenses, write off, Amortisation and charges (excluding change in unrealised depreciation in investments)	0.2947	0.2794	0.1797	0.0699	0.1615	0.1664	0.28	0.16	0.09
d. Net Income (excluding change in unrealised depreciation in investments)	(0.1314)	2.3559	2.2392	0.3125	1.2644	1.0527	2.81	1.70	0.33
e. Unrealised appreciation/ (depreciation) in value of investments	(0.0172)	0.1528	0.3068	(0.0579)	(0.0969)	(0.3089)	4.16	2.01	(0.34)
f. Repurchase and Resale Price	G	D	G	D	G	D	G	D	
Repurchase Price									
-Highest Price	D-11.3791 21.3922 MD-10.1861	D-12.7311 21.4060 MD-10.1231	19.2871 12.5130	15.2128 11.0661	14.7153 10.9776	13.8401 10.8215	11.08	8.52	5.41
-Lowest Price	D-10.7890 20.2834 MD-9.5938	D-11.2387 19.3596 MD-9.9172	15.5463 10.5264	14.7214 10.7585	13.8558 10.5253	12.8924 10.3310	6.66	3.85	4.03
Resale Price									
-Highest Price	D-11.4478 21.5213 MD-10.2476	D-12.8079 21.5352 MD-10.1842	19.4035 12.5885	15.2128 11.0661	14.7153 10.9776	13.8401 10.8215	11.33	8.69	5.52
-Lowest Price	D-10.8541 20.4058 MD-9.6517	D-11.3065 19.4765 MD-9.9771	15.6401 10.5899	14.7214 10.7585	13.8558 10.5253	12.8924 10.3310	6.79	3.93	4.11
g. Ratio of expenses to average daily net assets by percentage	1.22%	1.20%	1.23%	0.68%	0.86%	1.24%	2.49%	2.39%	1.87%
h. Ratio of gross income to average daily Net assets by percentage (excluding transfer to revenue account from past years' reserve but including unrealised appreciation/ depreciation on investments).	0.60%	11.97%	18.68%	2.74%	4.66%	6.77%	65.43%	50.91%	1.72%

Rupees

SCHEMES											
OF			STF			TEF			SPF-M		
March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003	March 31, 2005	March 31, 2004	March 31, 2003
26.29	19.93	8.17	11.5625	11.0971	10.4100	26.68	21.96	9.55	12.5556	11.7466	9.9977
17.69	15.33	8.17	10.3078	10.1757	10.4100	14.72	14.09	9.55			
			10.1627	10.1381	-						
									10.6672	10.4269	9.9977
			10.1902	10.0197	-				10.6352	10.4106	9.9977
0.48	0.20	0.15	1.5325	0.9746	0.7953	0.45	0.26	0.03	0.9963	0.2074	0.0798
-	-	-	(0.1277)	(0.0283)	(0.1413)	-	-	-	0.0082	-	-
2.62	3.68	0.30	(0.0593)	0.1177	0.1802	3.51	5.24	(0.01)	0.2760	0.2178	(0.0357)
-	-	-	0.0246	0.0014	-	-	0.07	-	0.0026	0.0017	-
0.42	0.20	0.14	0.2293	0.1148	0.0793	0.48	0.23	0.21	0.3745	0.0717	0.0173
2.68	3.68	0.31	1.1408	0.9506	0.7549	3.48	5.34	(0.19)	0.9086	0.3552	(0.0126)
5.27	2.47	0.15	(0.0535)	(0.0139)	(0.0352)	3.03	1.78	(0.25)	0.2469	0.0287	(0.033)
G D	G D	G D	G D	G D	G D	G D	G D	G D	G D	G D	G D
28.02 21.56	21.45 19.59	8.64 8.64	D-10.5049 WD-10.1709 11.5625 MD-10.2441	D-10.4733 WD-10.1381 11.0971 MD-10.0197	10.41 10.41	28.4 15.98	23.81 18.42	9.70 9.70	QD-10.873	QD-10.6736	10.0078 10.0078
16.88 12.98	8.22 14.51	7.14 7.14	D-10.1800 WD-10.1150 11.1018 MD-10.0239	D-10.1521 WD-10.0019 10.4133 MD-10.0011	10.0122 10.0122	18.07 11.59	9.60 9.60	9.49 9.49	QD-10.2015	QD-9.8820	9.9498 9.9498
									11.4927 MD-10.1006	9.8820 MD-9.8820	
28.65 22.05	21.88 19.98	8.81 8.81	D-10.5049 WD-10.1709 11.5625 MD-10.2441	D-10.4733 WD-10.1381 11.0971 MD-10.0197	10.4100 10.4100	29.04 16.34	24.29 18.79	9.89 9.89	QD-10.9386	QD-10.7380	10.0078 10.0078
17.22 13.24	8.38 14.80	7.28 7.28	D-10.1800 WD-10.1150 11.1018 MD-10.0239	D-10.1521 WD-10.0019 10.4133 MD-10.0011	10.0122 10.0122	18.43 11.82	9.79 9.79	9.68 9.68	QD-10.2631	QD-9.9416	9.9498 9.9498
									11.5621 MD-10.1616	9.9416 MD-9.9416	
2.07%	2.15%	2.38%	0.72%	0.72%	0.64%	2.37%	2.34%	1.61%	1.89%	2.00%	1.10%
42.44%	72.46%	10.53%	4.06%	6.55%	3.77%	34.80%	70.83%	(2.42%)	7.72%	12.69%	0.07%

Rupees

	SCHEMES									
	FRF		SPF-A		SPF-C		ITF			
	March 31, 2005	March 31, 2004	March 31, 2005	March 31, 2005	March 31, 2005	March 31, 2005	March 31, 2005	March 31, 2005	March 31, 2005	March 31, 2005
a. Net asset value, At the end of the period:										
Growth Plan (G)	10.9783	10.4406	10.9256		10.4979					13.79
Dividend Plan (D)	10.0389	10.0048								13.79
Daily Dividend Plan (DD)	10.0229									
Weekly Dividend Plan (WD)	10.0354	10.0163								
Quarterly Dividend Plan (QD)			10.2335		10.1060					
Monthly Dividend Plan (MD)		-	10.2263		10.1037					
b. Gross Income										
(i) Income other than profit on sale of investment.	0.4497	0.1642	0.3909		0.6142					0.16
(ii) Income from profit on inter scheme sales/ transfer of investment.	0.0035	(0.0035)	-		0.0152					-
(iii) Income from profit/(loss) on sale of investment to third party	-	(0.0085)	0.6286		0.4538					1.01
(iv) Transfer to revenue account, Income from past year' reserve.	-	-	-		-					-
c. Aggregate of expenses, write off, Amortisation and charges (excluding change in unrealised depreciation in investments)	0.0557	0.0200	0.1858		0.2973					0.17
d. Net Income (excluding change in unrealised depreciation in investments)	0.3975	0.1322	0.8337		0.7859					1.00
e. Unrealised appreciation/ (depreciation) in value of investments	0.0229	(0.0012)	0.1875		0.0733					1.80
f. Repurchase and Resale Price	G	D	G	D	G	D	G	D	G	D
Repurchase Price										
-Highest Price	D-10.1703 WD-10.0401 10.9783 DD-10.0255	D-10.0150 WD-10.1264	MD-10.4169 QD-10.6035		MD-10.1416 QD-10.2434		14.63	14.63		
-Lowest Price	D-10.0060 WD-10.0100 10.4419 DD-10.0000	D-10.0047 WD-10.0018	9.9035 MD-9.9035 QD-9.9035		9.9487 MD-9.9487 QD-9.9487		9.87	9.87		
Resale Price										
-Highest Price	D-10.1703 WD-10.0401 10.9783 DD-10.0255	D-10.0150 WD-10.1264 10.4406	MD-10.4798 QD-10.6675		MD-10.2028 QD-10.3052		14.96	14.96		
-Lowest Price	D-10.0060 WD-10.0100 10.4419 DD-10.0000	D-10.0047 WD-10.0018	9.9633 MD-9.9633 QD-9.9633		10.0088 MD-10.0088 QD-10.0088		10.07	10.07		
g. Ratio of expenses to average daily net assets by percentage	0.68%	0.71%	2.05%		2.22%					2.30%
h. Ratio of gross income to average daily Net assets by percentage (excluding transfer to revenue account from past years' reserve but including unrealised appreciation/ depreciation on investments).	5.85%	5.11%	10.59%		6.88%					32.47%

Notes :

1. EF, TF, OF, TEF, ITF: The highest and lowest resale price of the units of the Scheme has been determined after adding to the highest and lowest declared NAV, the maximum sales load applicable. Repurchase price for systematic investment plan investors may differ to the extent of applicable CDSC depending on duration for which units are held prior to redemption.
2. BF, BaF, GSFA, GSFB, STF, SPF-M, SPF-A, SPF-C: The highest and lowest repurchase price of the units of the Scheme has been determined after reducing from the highest and lowest declared NAV, the maximum CDSC applicable.
3. The per unit calculations are based on the number of units outstanding at the end of the financial year.
4. P/E ratio is not applicable since the units are not listed on any stock exchange.
5. G : Growth, D : Dividend

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