



BULLISH ON LIFE

DSP Merrill Lynch Mutual Fund



**Annual Report
2005-2006**

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CONTENTS

UNITHOLDER INFORMATION REPORT	2
CONSOLIDATED AUDITORS' REPORT	7
BALANCE SHEET	8
REVENUE ACCOUNT	10
CASH FLOW STATEMENT	14
SCHEDULES FORMING PART OF THE ACCOUNT	16
NOTES TO ACCOUNT	36
PERSPECTIVE HISTORICAL PER UNIT STATISTICS	44

UNITHOLDER 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.

On March 23, 2006, DSP Merrill Lynch Limited (DSPML) has transferred its 60% of shareholding in the AMC to Mr. Hemendra Kothari along with HMK Investment Private Limited and ADIKO Investment Private Limited.

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 there under are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the 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 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).
- Dr. P. R. Joshi (appointed on June 20, 2005) – Dr. Joshi is an economic consultant, with about 17 years of experience in development banking, 12 years in merchant banking and 30 years in management teaching. He retired as the Director of UTI Institute of Capital Markets in May 2001 and through his illustrious career, served as Deputy General Manager at ICICI and as a Director at DSP Merrill Lynch Ltd.
- Mr. S. Doreswamy (appointed on October 25, 2005) – Mr. Doreswamy is a financial consultant, with an experience of about 35 years in commercial banking, preceded by practice as a High court Advocate for about 3 years. Mr. Doreswamy has acted as Chairman and Managing Director of Dena Bank and Central Bank of India, is currently the Chairman of Can Fin Homes Ltd. and serves on the Board of Directors of various other companies.

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 40 years in the prestigious Indian Administrative Service.

As on date, DSPMLMF has fourteen open ended schemes (available for ongoing purchases) 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).

DSPMLMF has launched following Fixed Term Plans (FTP): Closed Ended Schemes. The primary investment objective of the Schemes is to seek capital appreciation by investing in a portfolio of debt and money market securities. It is envisaged that the portfolio will display the maturity profile that is generally in line with the term of the scheme. There can be no assurance that the investment objective of the Schemes will be realised.

Schemes Name	Date of Launch	Maturity date
FTP- Series 1	November 14, 2005	February 16, 2006
FTP- Series 1A	December 20, 2005	March 23, 2006
FTP- Series 1B	February 28, 2006	June 01, 2006
FTP- Series 2	February 14, 2006	August 16, 2006
FTP- Series 3	December 6, 2005	December 11, 2006
FTP- Series 1C	March 21, 2006	June 29, 2006
FTP- Series 3A	March 21, 2006	April 16, 2007

MARKET PREVIEW

DEBT MARKET

Fixed income market began F.Y. 2005 on a weaker note as bond prices corrected sharply in response to a rate hike in the Credit Policy in April 2005. 10 year yield on government securities rose to 7.30% in May 2005 from 6.75% at the beginning of the year. However, there was a sharp appreciation in bond prices towards the end of the First quarter amid good demand for bonds, lower inflation and supportive global factors. Second half of the financial year was quite volatile as two successive rate hikes and tight liquidity conditions due to IMD maturity pushed the Benchmark 10 year yield back to 7.4%. Higher credit offtake and tight liquidity conditions kept market participants on the sidelines in the last quarter of the year despite marked decline in inflation.

EQUITY MARKET

The equity market witnessed an unprecedented rally in the Financial Year 2005-2006 with the benchmark indices gaining almost 60% on the back of strong macro economic fundamentals and impressive corporate earnings. Liquidity flows were strong all through the year with foreign institutional investors (FII) pumping in close to US \$ 10 billion during the calendar year 2005. Barring the month of October 2005, when the market had seen a correction of approximately 15%, the indices had a secular run. With the exception of the oil and gas sector, all other sectors have delivered impressive returns with engineering, capital goods and construction stealing the lime light.

The correction in the month of October 2005 was more a technical one than fundamental, with FII's turning sellers for a short period. The recovery was equally quick and sound, indicating the strong investor interest in the market.

Post Budget 2006, the market has defied higher interest rates and rising oil prices and BSE Sensex and Nifty closed at an all time high of 11280 and 3402 respectively at the close of the year clearly driven by strong flows, domestic as well as FII.

OBJECTIVES, INVESTMENT POLICY AND PERFORMANCE OF THE SCHEMES

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 Scheme outperformed its benchmark (the S&P CNX Nifty Index) over the last financial year. The outperformance was largely due to its buy and hold strategy of stock selected and overweight position in industrial capital goods, retailing and consumer staples sectors. The underweight position in sectors like oil & gas sector also helped the fund to outperform the benchmark.

As of April 17, 2006 the net assets of the Fund were Rs. 546.73 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 the Scheme. However, there can be no assurance that the investment objective of the Scheme will be realized.

The Scheme 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 17, 2006 the net assets of the Fund were Rs. 30.13 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 objective of the Scheme will be realized.

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

As of April 17, 2006 the net assets of the Fund were Rs. 1089.68 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 objective of the Scheme will be realized.

The scheme 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 and information technology sectors.

As of April 17, 2006 the net assets of the Fund were Rs. 210.50 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 Scheme 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, cement and construction sectors.

As of April 17, 2006 the net assets of the Fund were Rs. 850.17 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 Scheme performed well relative to its benchmark (the CRISIL Balanced fund Index) in the past year, not only because of its overweight positions in engineering, cement and consumer staples sectors, but also because of the dynamic allocation between the debt and equity components of its portfolio.

As of April 17, 2006 the net assets of the Fund were Rs. 339.84 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 objective of the Scheme will be realized.

The Scheme has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Scheme 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 17, 2006 the net assets of the Fund were Rs. 189.82 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 objective of the Scheme will be realized.

The Scheme has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Scheme 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 17, 2006 the net assets of the Fund were Rs. 51.05 crores.

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 objective of the Scheme will be realized.

The Scheme has been actively managing the equity component of the portfolio, in keeping with its prevailing outlook on the equity market. This enabled the Scheme 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 17, 2006 the net assets of the Fund were Rs. 12.71 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 Scheme continued to witness outflows last year amid volatile interest rates and widening credit spreads. Assets under management continued to decline throughout the year, as investors preferred investing in floating rate funds and liquid funds to earn better returns.

As of April 17, 2006 the net assets of the Fund were Rs. 67.91 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 Liquidity scheme witnessed strong inflow in the second half of the year amid tight liquidity conditions and high money market rates. The fund benefited immensely by staggering its maturity profile and was able to re-deploy its maturity proceeds in higher yielding money market assets. The fund continues to invest in quality money market assets and short-term liquid corporate assets.

As of April 17, 2006 the net assets of the Fund were Rs. 7,149.86 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 - Longer Duration Plan and Plan B - Shorter Duration Plan. 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/Plans will be realized.

The Government securities market was quite volatile last year. First half of the year witnessed 10 year government securities yield moving from low of 6.75% to high of 7.3% due to RBI raising rates and then declining back to 6.75% amid good demand of

government bonds and comfortable liquidity conditions. However, second half of 2005 saw the 10 year yield moving up to 7.40% due to tight liquidity conditions following the IMD redemption. The duration of both Schemes was reduced considerably in response to volatile interest rates.

As of April 17, 2006 the net assets of the Fund (including Plan A and Plan B) were Rs. 49.45 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 objective of the Scheme will be realized.

The Scheme continued to witness outflows last year amid volatile interest rates and widening credit spreads. Assets under management continued to decline throughout the year, as investors preferred investing in floating rate funds and liquid funds to earn better returns.

As of April 17, 2006 the net assets of the Fund were Rs. 78.15 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 objective of the Scheme will be realized.

The Scheme witnessed a significant growth in assets under management in the first half of 2005 as investors preferred investing in floating rate funds amid a volatile interest rate scenario. However, the second half of the year was tough for the fund as high money market rates lured investors away from floating rate funds to liquidity funds.

As of April 17, 2006 the net assets of the Fund were Rs. 1,074.12 crores.

FUTURE OUTLOOK

DEBT MARKET

We expect interest rates to exhibit a declining bias in the first half of the financial year. Comfortable liquidity conditions, range-bound inflation and a bright outlook for fundamental factors affecting interest rates are likely to keep interest rates lower in the second half.

EQUITY MARKET

We expect Financial Year (F.Y.) 2006-2007 to be a good year for equities as corporate earnings continue to grow at around 18%, while valuations are reasonable at 18x forward earnings. A significant increase in infrastructure spending coupled with the capital expenditure by the corporate sector and sustained growth in domestic consumption should contribute to GDP growth of around 7% during the F.Y. 2006-07. While our long - term view on the Indian markets is positive, we are cautious in the near term mainly due to higher commodity prices and hardening of interest rates globally.

INVESTOR SERVICES

During the year, the AMC continued to provide innovative services and facilities for investors. The AMC opened new offices in Nagpur and Vashi (Navi Mumbai) apart from moving to new premises in Ahmedabad, Bangalore, Chandigarh, Chennai and Kolkatta. Registrars & Transfer Agents (CAMS) have also increased their reach to cater to investors of various cities and now have Investor Service Centres (ISCs) in 25 cities and Transaction Points (TPs) in 50 locations. CAMS have also shifted some of their ISCs like Madurai, Bangalore, Jamshedpur to larger premises.

The AMC introduced a new call centre during the year. The call centre is exclusive to DSP Merrill Lynch Mutual Fund clients and provides a host of services to investors and distributors through an advanced Interactive Voice Response (IVR) System. The call centre IVR can provide information on latest NAVs, Dividends, Load structure apart from providing account statements via email or fax or post for the convenience of the investors. Investors can also subscribe to the unique T-PIN facility which enables them to transact over telephone. Investors can reach the call centre from BSNL / MTNL lines using toll free number 1800 345 4499 or alternatively from other lines on 044 3048 2855.

On the services front, AMC started the concept of weekly Systematic Transfer Plan (STP) apart from offering STP on four dates of the month viz 1st / 7th / 14th and 21st of the month. Further, the AMC has launched a Change of Payment Mechanism Form for Systematic Investment Plan investors whereby they can modify the mode of payment for SIP / SSIP from cheques to auto debit and vice versa.

We encourage the investors to provide their valuable feedback via email on dspmlmf@ml.com or by reaching us on number 1800 345 4499 (Toll free from BSNL / MTNL Lines) or 044 3048 2855 from other lines

DISTRIBUTION OF INCOME

The fund has declared dividends in some of the Schemes during the Financial Year 2005-2006. Details are annexed and forms part of this Annual Report.

UNCLAIMED DIVIDENDS AND REDEMPTION AMOUNTS

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

Scheme	Unclaimed Dividends		Unclaimed Redemptions	
	Amount (Rs.)	No. of Unclaimed Drafts/Warrants	Amount (Rs.)	No. of Unclaimed Drafts/Warrants
DSPML Bond Fund	2,388,984	765	257,781	17
DSPML Equity Fund	530,926	127	184,864	8
DSPML Balanced Fund	266,458	71	132,758	8
DSPML Technology.com Fund	-	-	265,944	30
DSPML Opportunities Fund	2,657,423	356	1,623,635	25
DSPML Short Term Fund	1,255	3	-	-
DSPML Top 100 Equity Fund	116,559	36	23,467	4
DSPML Government Securities Fund – Plan A	1,379	2	-	-
DSPML Floating Rate Fund	787	5	2,045	1
DSPML Savings Plus Fund - Moderate	124,171	424	355,174	39
DSPML Savings Plus Fund - Aggressive	16,404	94	110,002	3
DSPML Savings Plus Fund - Conservative	9,090	38	20,618	2
DSPML Liquidity Fund	580	5	-	-
DSPML India T.I.G.E.R. Fund	144,783	71	158,476	13
Grand Total	6,258,799	1,997	3,134,764	150

Investors are requested to reconcile their bank account statements with the account statements sent by the Fund and contact in case of any non receipt of dividend / redemption proceeds.

LARGE HOLDING IN THE SCHEMES (i.e. in excess of 25% of the net assets)

Scheme	No. of Investors	Percentage of holding
DSP Merrill Lynch Government Securities Fund - Plan B - Short Duration Plan	1	36.76 % *

* Holding as of March 31, 2006. However, based on quarterly average net assets the investor's holding is less than 25%.

STATUTORY DETAILS

DSP Merrill Lynch Mutual Fund (the Fund) was set up as a Trust by the settlors, DSP Merrill Lynch Ltd. and Merrill Lynch Investment Managers LP, USA. The Sponsors to the Fund are DSP Merrill Lynch Ltd., HMK Investment Pvt. Ltd. and ADIKO Investment Pvt. Ltd. (collectively). The Trustee and Investment Manager to the Fund are DSP Merrill Lynch Trustee Company Pvt. Ltd. and DSP Merrill Lynch Fund Managers Ltd. respectively. The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs. 1 lakh for setting up the Fund, and such other accretions/additions to the 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 unitholder/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.

Investors are requested to furnish the details of their bank account, if not already submitted, to the Fund/AMC as SEBI has made it mandatory to mention the bank account details on the redemption / dividend cheques. You will appreciate that this measure is in the interest of the investors as it is intended to prevent fraudulent encashment of cheques.

ACKNOWLEDGEMENTS

The Trustees wish to thank the Government of India, the Securities and Exchange Board of India (SEBI), the Reserve Bank of India (RBI), and the Association of Mutual funds in India (AMFI) for their support and directions.

The Trustees would also like to thank its Fund's Auditors, Custodian, Registrar & Transfer agent, Bankers, Distributors, Brokers and all other service providers for their valuable support.

The Trustees also wish to thank all unitholders for their strong support.

For and on behalf of the Board of DSP Merrill Lynch Trustee Company Private Limited

Shitin D. Desai
Chairman

Place: Mumbai
Date: 27th April 2006

DIVIDEND DECLARED IN 2005-2006

EQUITY FUNDS

DSPML EQUITY FUND *	
19-Dec-05	6.00
14-Jun-05	4.00
Total	10.00

DSPML OPPORTUNITIES FUND *	
24-Jan-06	5.00
Total	5.00

DSPML T.I.G.E.R. FUND *	
11-April-05	1.50
27-Feb-06	4.50
Total	6.00

HYBRID FUNDS

DSPML SAVINGS PLUS MODERATE: Quarterly Dividend **		
	Individual & HUF	Others
28-Jun-05	0.114010	0.106174
28-Sep-05	0.263100	0.245018
28-Dec-05	0.175400	0.163345
28-Mar-06	0.263100	0.245018
Total	0.815610	0.759555

DSPML SAVINGS PLUS MODERATE: Monthly Dividend **		
	Individual & HUF	Others
28-Apr-05	0.021925	0.020418
27-May-05	0.035080	0.032669
28-Jun-05	0.057005	0.053087
27-Jul-05	0.087700	0.081673
26-Aug-05	0.057005	0.053087
28-Sep-05	0.118395	0.110258
28-Nov-05	0.078930	0.073505
28-Dec-05	0.096470	0.089840
27-Jan-06	0.070160	0.065338
28-Feb-06	0.061390	0.057171
28-Mar-06	0.131550	0.122509
Total	0.815610	0.759555

DSPML SAVINGS PLUS CONSERVATIVE: Monthly Dividend **		
	Individual & HUF	Others
28-Apr-05	0.013155	0.012251
27-May-05	0.026310	0.024502
28-Jun-05	0.048235	0.044920
27-Jul-05	0.061390	0.057171
26-Aug-05	0.043850	0.040836
28-Sep-05	0.096470	0.089840
28-Nov-05	0.070160	0.065338
28-Dec-05	0.061390	0.057171
27-Jan-06	0.052620	0.049004
28-Feb-06	0.043850	0.040836
28-Mar-06	0.052620	0.049004
Total	0.570050	0.530873

DSPML SAVINGS PLUS CONSERVATIVE: Quarterly Dividend **		
	Individual & HUF	Others
28-Jun-05	0.087700	0.081673
28-Sep-05	0.201710	0.187847
28-Dec-05	0.131550	0.122509
28-Mar-06	0.149090	0.138844
Total	0.570050	0.530873

DSPML SAVINGS PLUS AGGRESSIVE: Monthly Dividend **

	Individual & HUF	Others
28-Apr-05	0.030695	0.028585
27-May-05	0.043850	0.040836
28-Jun-05	0.065775	0.061254
27-Jul-05	0.114010	0.106174
26-Aug-05	0.070160	0.065338
28-Sep-05	0.122780	0.114342
28-Nov-05	0.087700	0.081673
28-Dec-05	0.13155	0.122509
27-Jan-06	0.087700	0.081673
28-Feb-06	0.078930	0.073505
28-Mar-06	0.175400	0.163345
Total	1.008550	0.939234

DSPML SAVINGS PLUS AGGRESSIVE: Quarterly Dividend **

	Individual & HUF	Others
28-Jun-05	0.140320	0.130676
28-Sep-05	0.306950	0.285854
28-Dec-05	0.219250	0.204182
28-Mar-06	0.342030	0.318523
Total	1.008550	0.939235

FIXED INCOME FUNDS

DSPML LIQUIDITY FUND: Weekly Dividend **

	Individual & HUF	Others
During F.Y. 2005-2006	0.617989	0.575512

DSPML LIQUIDITY FUND: Institutional Weekly Dividend **

	Individual & HUF	Others
During F.Y. 2005-2006	18.789801	17.498423

DSPML LIQUIDITY FUND: Daily Dividend **

	Individual & HUF	Others
During F.Y. 2005-2006	0.492406	0.458554

DSPML LIQUIDITY FUND: Institutional Daily Dividend **

	Individual & HUF	Others
During F.Y. 2005-2006	18.921241	17.621286

DSPML GOVERNMENT SECURITIES FUND PLAN A: Dividend **

	Individual & HUF	Others
28-Sep-05	0.219250	0.204182
28-Mar-06	0.175400	0.163345
Total	0.394650	0.367527

DSPML GOVERNMENT SECURITIES FUND PLAN A: Monthly Dividend **

	Individual & HUF	Others
27-May-05	0.087700	0.081673
28-Jun-05	0.105240	0.098007
28-Sep-05	0.026310	0.024502
28-Nov-05	0.078930	0.073505
28-Dec-05	0.026310	0.024502
28-Feb-06	0.035080	0.032669
28-Mar-06	0.035080	0.032669
Total	0.394650	0.367527

DSPML GOVERNMENT SECURITIES FUND PLAN B: Dividend **		
	Individual & HUF	Others
28-Sep-05	0.219250	0.204182
28-Mar-06	0.219250	0.204182
Total	0.438500	0.408364

DSPML GOVERNMENT SECURITIES FUND PLAN B: Monthly Dividend **		
	Individual & HUF	Others
28-Mar-06	0.087700	0.081673
Total	0.087700	0.081673

DSPML SHORT TERM FUND: Weekly Dividend **		
	Individuals & HUF	Others
During F.Y. 2005-2006	0.438783	0.408624

DSPML SHORT TERM FUND: Monthly Dividend **		
	Individual & HUF	Others
27-May-05	0.052620	0.049004
28-Jun-05	0.035080	0.032669
28-Sep-05	0.087700	0.081673
28-Nov-05	0.061390	0.057171
28-Dec-05	0.021925	0.020418
27-Jan-06	0.021925	0.020418
28-Feb-06	0.03508	0.032669
28-Mar-06	0.030695	0.028585
Total	0.346415	0.322607

DSPML SHORT TERM FUND: Dividend **		
	Individuals & HUF	Others
28-Jun-05	0.087700	0.081673
28-Sep-05	0.087700	0.081673
28-Dec-05	0.083315	0.077589
28-Mar-06	0.087700	0.081673
Total	0.346415	0.322608

DSPML FLOATING RATE FUND: Weekly Dividend **		
	Individual & HUF	Others
During F.Y. 2005-2006	0.482842	0.449656

DSPML FLOATING RATE FUND: Institutional Weekly Dividend **		
	Individual & HUF	Others
During F.Y. 2005-2006	21.661680	20.172928

DSPML FLOATING RATE FUND: Daily Dividend **		
	Individual & HUF	Others
During F.Y. 2005-2006	0.472510	0.440031

DSPML FLOATING RATE FUND: Institutional Daily Dividend **		
	Individual & HUF	Others
During F.Y. 2005-2006	21.789689	20.292133

DSPML FLOATING RATE FUND: Dividend **		
	Individuals & HUF	Others
28-Jun-05	0.105240	0.098007
28-Sep-05	0.114010	0.106174
28-Dec-05	0.087700	0.081673
28-Mar-06	0.087700	0.081673
Total	0.394650	0.367527

DSPML FLOATING RATE FUND: Institutional Dividend **		
	Individual & HUF	Others
28-Dec-05	1.754001	1.633453
Total	1.754001	1.633453

DSPML BOND FUND: Monthly Dividend **		
	Individual & HUF	Others
27-May-05	0.087700	0.081673
27-Jul-05	0.043850	0.040836
28-Sep-05	0.043850	0.040836
28-Nov-05	0.043850	0.040836
28-Feb-06	0.026310	0.024502
Total	0.24556	0.228683

DSPML BOND FUND: Dividend **		
	Individuals & HUF	Others
28-Jun-05	0.131550	0.122509
28-Sep-05	0.043850	0.040836
28-Dec-05	0.043850	0.040836
Total	0.219250	0.204181

FIXED TERM PLANS (CLOSED ENDED SCHEMES)

Series	Date	Individuals & HUF	Others
Series 1	15-Feb-06	0.127165	0.118425
Series 1A	22-Mar-06	0.137689	0.128226
Series 1B	28-Mar-06	4.385003	4.083633
Series 2	28-Mar-06	0.07016	0.065338
Series 3	28-Mar-06	0.15786	0.147011

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, surcharge and cess.

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 2005-2006 is reported.

CONSOLIDATED AUDITORS' REPORT

To the Trustee of

DSP MERRILL LYNCH MUTUAL FUND

We have audited the attached balance sheets of the schemes mentioned below (collectively 'the Schemes') as at March 31, 2006, the revenue accounts and the cash flow statements, where applicable, for the year ended on that date annexed thereto. These financial statements are the responsibility of the management of DSP Merrill Lynch Fund Managers Limited, the Schemes' asset managers. Our responsibility is to express an opinion on these financial statements based on our audit. Presentation of these separate Balance Sheets, Revenue Accounts and Cash Flow statements, in a columnar form is not intended to indicate that they bear any relation to each other, or are interdependent or comparable in any way.

- 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;
- 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.

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.

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.

- 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, 2006 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 Company Private Limited, 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, 2006;
 - b) in the case of the revenue accounts, of the surplus/deficit, as applicable, for the year ended on that date; and
 - c) in the case of cash flow statements, where applicable, of the cash flows for the year ended on that date.

For S. R. BATLIBOI & CO.
Chartered Accountants

per **Hemal Shah**
Partner

Membership No.: 42650
Mumbai, April 27, 2006

DSP MERRILL LYNCH MUTUAL FUND BALANCE SHEET AS AT MARCH 31, 2006

	Schedule	DSP MERRILL LYNCH BOND FUND (BF)		DSP MERRILL LYNCH EQUITY FUND (EF)		DSP MERRILL LYNCH LIQUIDITY FUND (LF)		DSP MERRILL LYNCH BALANCED FUND (BaF)	
		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees
LIABILITIES									
Unit Capital	1	352,276,846	863,521,284	1,416,790,643	456,816,581	46,784,331,846	9,052,591,265	1,314,586,243	1,419,332,894
Reserves & Surplus	2	333,410,830	565,027,107	4,099,924,465	863,506,234	2,138,961,785	3,080,476,823	2,012,850,735	915,345,934
Current Liabilities and Provisions	3	7,321,976	8,654,709	60,599,903	27,720,007	46,934,384	7,208,336	53,339,838	12,815,402
		693,009,652	1,437,203,100	5,577,315,011	1,348,042,822	48,970,228,015	12,140,276,424	3,380,776,816	2,347,494,230
ASSETS									
Investments	4	571,734,557	1,007,365,686	5,312,094,204	1,229,737,585	36,417,820,061	9,502,927,506	3,239,290,957	2,297,127,583
Deposits	5	14,800,000	16,800,000	17,765,287	2,000,000	9,651,450,000	2,252,950,000	300,000	4,790,752
Other Current Assets	6	106,475,095	413,037,414	247,455,520	116,305,237	2,900,957,954	384,398,918	141,185,859	45,575,895
		693,009,652	1,437,203,100	5,577,315,011	1,348,042,822	48,970,228,015	12,140,276,424	3,380,776,816	2,347,494,230

	Schedule	DSP MERRILL LYNCH SHORT TERM FUND (STF)		DSP MERRILL LYNCH TOP 100 EQUITY FUND (TEF)		DSP MERRILL LYNCH SAVINGS PLUS FUND - MODERATE (SPF-M)	
		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees
LIABILITIES							
Unit Capital	1	670,219,936	1,014,677,691	556,969,353	530,824,064	1,481,711,551	2,723,769,467
Reserves & Surplus	2	106,531,638	72,247,734	1,017,121,952	303,942,427	416,760,531	514,708,752
Current Liabilities and Provisions	3	2,618,352	5,405,000	30,833,498	26,326,961	45,392,611	31,954,795
		779,369,926	1,092,330,425	1,604,924,803	861,093,452	1,943,864,693	3,270,433,014
ASSETS							
Investments	4	746,284,738	812,043,533	1,340,344,337	827,293,713	1,806,745,407	3,107,041,819
Deposits	5	1,400,000	2,900,000	9,142,371	2,000,000	400,000	3,900,000
Other Current Assets	6	31,685,188	277,386,892	255,438,095	31,799,739	136,719,286	159,491,195
		779,369,926	1,092,330,425	1,604,924,803	861,093,452	1,943,864,693	3,270,433,014

Notes to Accounts 8

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

For DSP Merrill Lynch Trustee Company Private Limited

Shitin D. Desai
Chairman

S. S. Thakur
Director

Mumbai, April 27, 2006

DSP MERRILL LYNCH MUTUAL FUND BALANCE SHEET AS AT MARCH 31, 2006

DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN A (GSFA)		DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN B (GSFB)		DSP MERRILL LYNCH TECHNOLOGY. COM FUND (TF)		DSP MERRILL LYNCH OPPORTUNITIES FUND (OF)	
As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees
205,669,334	304,856,209	86,744,012	122,206,429	168,281,268	237,135,368	3,468,463,664	3,138,815,802
156,217,686	176,693,624	49,311,283	34,862,002	133,105,175	20,959,606	7,063,658,823	2,826,593,614
2,042,791	629,609	186,018	647,611	2,748,411	1,004,301	168,025,860	95,481,717
363,929,811	482,179,442	136,241,313	157,716,042	304,134,854	259,099,275	10,700,148,347	6,060,891,133
306,593,656	277,310,911	-	140,146,898	290,536,946	251,878,252	10,100,195,649	5,750,898,719
3,100,000	4,600,000	700,000	1,700,000	-	1,000,000	26,911,299	6,200,000
54,236,155	200,268,531	135,541,313	15,869,144	13,597,908	6,221,023	573,041,399	303,792,414
363,929,811	482,179,442	136,241,313	157,716,042	304,134,854	259,099,275	10,700,148,347	6,060,891,133

DSP MERRILL LYNCH FLOATING RATE FUND (FRF)		DSP MERRILL LYNCH SAVINGS PLUS FUND-CONSERVATIVE (SPF-C)		DSP MERRILL LYNCH SAVINGS PLUS FUND-AGGRESSIVE (SPF-A)		DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND) (ITF)	
As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees
10,846,602,288	21,669,976,650	117,133,570	216,983,578	402,078,356	333,170,445	3,819,938,292	2,011,872,984
611,151,025	764,107,465	11,275,736	7,175,284	55,548,367	16,998,021	4,190,237,863	761,783,438
204,851,917	54,946,668	762,918	2,221,957	7,814,042	17,768,089	134,842,325	128,185,603
11,662,605,230	22,489,030,783	129,172,224	226,380,819	465,440,765	367,936,555	8,145,018,480	2,901,842,025
11,413,413,597	21,348,231,585	87,343,013	204,331,591	372,956,638	309,397,001	7,520,549,706	2,528,533,482
250,000	505,750,000	-	1,000,000	-	1,000,000	27,276,789	17,000,000
248,941,633	635,049,198	41,829,211	21,049,228	92,484,127	57,539,554	597,191,985	356,308,543
11,662,605,230	22,489,030,783	129,172,224	226,380,819	465,440,765	367,936,555	8,145,018,480	2,901,842,025

For DSP Merrill Lynch Fund Managers Limited

Hemendra Kothari
Chairman

K. R. V. Subrahmanian
Director

Naganath Sundaresan
President & Chief Investment Officer
Fund Manager:
EF, BaF, TF, OF, TEF, SPF-M, SPF-C,
SPF-A and ITF

Dhawal Dalal
Fund Manager:
BF, GSFA, GSFB and FRF

Sujoy Kr. Das
Fund Manager:
LF and STF

DSP MERRILL LYNCH MUTUAL FUND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2006

	Schedule	DSP MERRILL LYNCH BOND FUND (BF)		DSP MERRILL LYNCH EQUITY FUND (EF)		DSP MERRILL LYNCH LIQUIDITY FUND (LF)		DSP MERRILL LYNCH BALANCED FUND (BaF)	
		Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees
INCOME & GAINS									
Dividend		-	-	29,152,416	17,488,593	-	-	27,471,903	20,578,515
Interest	7	58,443,581	246,587,615	9,345,613	1,445,605	1,495,563,817	896,021,020	55,298,314	36,703,630
Profit on sale/redemption of Investments (net)		-	-	670,837,942	131,871,198	13,498,392	-	598,407,825	179,085,404
Profit on inter-scheme sale of Investments (net)		-	369,201	-	-	400,003	2,840,522	-	-
Miscellaneous Income		-	-	589	-	30,832	-	771	-
Write back of provision for unrealised loss in the value of investments		3,680,910	-	24,847	1,752,451	-	3,518,599	526,637	1,023,390
		62,124,491	246,956,816	709,361,407	152,557,847	1,509,493,044	902,380,141	681,705,450	237,390,939
EXPENSES & LOSSES									
Management fees		10,964,738	31,058,312	31,244,272	10,136,171	65,527,664	45,761,904	29,250,461	19,181,619
Additional management fee		-	-	-	-	-	-	-	4,170,529
Transfer agents fees and expenses		1,129,264	5,689,799	5,885,101	2,158,107	10,281,751	8,206,121	3,891,355	3,136,219
Custodian fees and Transaction charges		121,333	597,809	1,573,963	681,050	3,819,359	3,405,805	1,158,744	955,458
Trusteeship fees		41,800	102,624	95,800	14,524	689,450	352,146	105,800	25,064
Marketing expenses		5,368,773	20,233,048	25,373,162	6,130,520	20,703,768	30,532,226	18,924,683	5,004,628
Payment to Auditor's									
Audit fees		83,795	540,000	232,768	54,000	496,925	474,000	137,916	81,000
Other matters including reimbursement of expenses		18,527	20,007	2,501	8,889	57,344	12,483	7,668	786
Other operating expenses		411,459	986,638	1,972,949	198,233	1,546,256	1,294,479	750,088	274,175
Loss on sale/redemption of Investments (net)		6,065,687	125,916,693	-	-	-	3,853,034	-	-
Loss on inter-scheme sale of Investments (net)		2,699,519	-	159,600	-	-	-	384,593	-
Change in net unrealised loss in the value of investments		1,909,444	6,488,995	-	11,595	1,834,703	-	314,419	524,271
		28,814,339	191,633,925	66,540,116	19,393,089	104,957,220	93,892,198	54,925,727	33,353,749
Excess of income and gains over expenses and losses / (Excess of expenses and losses over income and gains)		33,310,152	55,322,891	642,821,291	133,164,758	1,404,535,824	808,487,943	626,779,723	204,037,190
Add/ (Less): Income Equalisation Account		(4,364,439)	(56,468,527)	(137,796,970)	56,292,962	(202,587,234)	(49,467,451)	(19,193,294)	43,129,516
Income available for appropriation		28,945,713	(1,145,636)	505,024,321	189,457,720	1,201,948,590	759,020,492	607,586,429	247,166,706
Appropriation									
Income Distributed during the year / period (refer note 4 of schedule 8)		3,435,464	-	1,094,359,012	-	733,966,805	429,672,818	-	267,849,243
Tax on income distributed during the year / period		606,713	-	-	-	155,414,775	49,535,919	-	-
Retained Surplus / (Deficit) carried forward to Balance Sheet		24,903,536	(1,145,636)	(589,334,691)	189,457,720	312,567,010	279,811,755	607,586,429	(20,682,537)

Notes to Accounts

8

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

For DSP Merrill Lynch Trustee Company Private Limited
Shitin D. Desai
 Chairman

S. S. Thakur
 Director

Mumbai, April 27, 2006

DSP MERRILL LYNCH MUTUAL FUND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2006

DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN A (GSFA)		DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN B (GSFB)		DSP MERRILL LYNCH TECHNOLOGY. COM FUND (TF)		DSP MERRILL LYNCH OPPORTUNITIES FUND (OF)	
Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees
-	-	-	-	2,288,789	3,879,411	96,188,195	138,693,715
26,966,903	40,732,019	10,395,160	7,951,193	240,908	195,310	16,058,081	8,635,599
1,077,026	-	-	-	95,415,703	69,154,872	2,356,600,257	821,945,630
-	-	-	-	-	-	-	-
-	-	-	-	-	-	491,361	-
-	-	707,550	499,117	-	-	-	-
28,043,929	40,732,019	11,102,710	8,450,310	97,945,400	73,229,593	2,469,337,894	969,274,944
2,385,957	4,487,255	282,471	304,021	2,499,050	2,700,796	74,849,906	64,330,262
-	-	-	-	-	-	-	-
430,054	779,778	153,584	167,136	953,163	1,240,194	13,690,220	10,553,105
-	500	-	500	144,564	222,718	4,143,617	5,169,119
18,700	17,746	6,400	2,646	11,000	4,839	273,500	114,829
2,169,215	3,276,344	76,903	290,674	1,998,163	1,970,131	56,410,342	46,373,130
27,668	54,000	27,609	27,000	27,609	27,000	609,318	270,000
5,820	9,789	4,930	8,827	1,130	362	16,308	10,786
216,979	358,795	33,636	53,716	688,385	386,904	4,902,463	1,369,565
-	35,756,005	2,624,318	3,776,622	-	-	-	-
-	-	-	-	-	-	319,200	-
2,501,875	525,625	-	-	-	-	323,150	-
7,756,268	45,265,837	3,209,851	4,631,142	6,323,064	6,552,944	155,538,024	128,190,796
20,287,661	(4,533,818)	7,892,859	3,819,168	91,622,336	66,676,649	2,313,799,870	841,084,148
(3,315,179)	8,411,451	479,850	1,424,351	(11,648,368)	(11,644,760)	271,826,179	(75,184,266)
16,972,482	3,877,633	8,372,709	5,243,519	79,973,968	55,031,889	2,585,626,049	765,899,882
3,898,309	270	1,521,658	1,348,707	-	-	1,375,405,412	632,806,734
802,384	35	293,679	176,259	-	-	-	-
12,271,789	3,877,328	6,557,372	3,718,553	79,973,968	55,031,889	1,210,220,637	133,093,148

For DSP Merrill Lynch Fund Managers Limited

Hemendra Kothari
Chairman

K. R. V. Subrahmanian
Director

Naganath Sundaresan
President & Chief Investment Officer
Fund Manager:
EF, BaF, TF, OF, TEF, SPF-M, SPF-C,
SPF-A and ITF

Dhawal Dalal
Fund Manager:
BF, GSFA, GSFb and FRF

Sujoy Kr. Das
Fund Manager:
LF and STF

DSP MERRILL LYNCH MUTUAL FUND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2006

	Schedule	DSP MERRILL LYNCH SHORT TERM FUND (STF)		DSP MERRILL LYNCH TOP 100 EQUITY FUND (TEF)		DSP MERRILL LYNCH SAVINGS PLUS FUND - MODERATE (SPF-M)	
		Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees
INCOME & GAINS							
Dividend		-	-	12,185,194	22,706,144	5,836,092	12,506,169
Interest	7	65,567,811	155,498,330	1,512,597	1,429,274	120,560,091	258,872,398
Profit on sale/redemption of Investments (net)		40,648,434	-	318,379,338	186,133,711	186,103,136	75,162,509
Profit on inter-scheme sale of Investments (net)		-	-	-	-	259,926	2,224,469
Miscellaneous Income		8	-	69	-	65	-
Write back of provision for unrealised loss in the value of investments		5,492,000	2,492,447	-	-	1,549,752	701,355
		111,708,253	157,990,777	332,077,198	210,269,129	314,309,062	349,466,900
EXPENSES & LOSSES							
Management fees		5,842,597	15,194,000	10,101,692	13,164,040	25,630,181	49,942,717
Additional management fee		-	-	-	-	-	-
Transfer agents fees and expenses		1,666,843	2,396,165	1,397,457	2,793,712	3,275,336	9,069,472
Custodian fees and Transaction charges		282,267	714,689	493,400	906,855	643,501	1,456,593
Trusteeship fees		73,100	72,707	32,800	22,174	116,000	104,202
Marketing expenses		5,566,256	4,252,363	7,149,395	8,018,833	22,274,528	40,394,317
Payment to Auditor's							
Audit fees		83,218	270,000	55,266	81,000	165,868	270,000
Other matters including reimbursement of expenses		13,423	11,986	6,952	9,251	14,144	-
Other operating expenses		299,079	355,597	540,439	292,406	565,054	754,821
Loss on sale/redemption of Investments (net)		-	6,013,254	-	-	-	-
Loss on inter-scheme sale of Investments (net)		10,249,441	12,957,355	-	-	-	-
Change in net unrealised loss in the value of investments		2,416,670	-	-	-	-	-
		26,492,894	42,238,116	19,777,401	25,288,271	52,684,612	101,992,122
Excess of income and gains over expenses and losses / (Excess of expenses and losses over income and gains)		85,215,359	115,752,661	312,299,797	184,980,858	261,624,450	247,474,778
Add/ (Less): Income Equalisation Account		(20,051,869)	(52,128,153)	113,810,406	8,617,056	(70,271,184)	(40,640,623)
Income available for appropriation		65,163,490	63,624,508	426,110,203	193,597,914	191,353,266	206,834,155
Appropriation							
Income Distributed during the year / period (refer note 4 of schedule 8)		27,671,332	44,541,490	-	157,462,114	56,204,759	70,165,544
Tax on income distributed during the year / period		5,539,528	5,821,016	-	-	9,279,901	9,169,760
Retained Surplus / (Deficit) carried forward to Balance Sheet		31,952,630	13,262,002	426,110,203	36,135,800	125,868,606	127,498,851

Notes to Accounts

8

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

For DSP Merrill Lynch Trustee Company Private Limited

Shitin D. Desai
Chairman

S. S. Thakur
Director

Mumbai, April 27, 2006

DSP MERRILL LYNCH MUTUAL FUND REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2006

DSP MERRILL LYNCH FLOATING RATE FUND (FRF)		DSP MERRILL LYNCH SAVINGS PLUS FUND-CONSERVATIVE (SPF-C)		DSP MERRILL LYNCH SAVINGS PLUS FUND-AGGRESSIVE (SPF-A)		DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND) (ITF)	
Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees
-	-	167,728	299,497	1,116,605	879,106	47,483,729	21,487,237
1,525,670,929	974,524,023	5,737,382	13,026,983	13,727,769	12,144,494	13,652,109	10,385,891
64,291,798	-	6,744,266	9,846,873	29,230,448	20,942,701	1,151,395,527	203,560,619
2,931,782	7,497,250	-	330,000	-	-	-	-
8,166	-	4,942	-	-	-	769	-
2,498,500	87,000	257,350	-	257,350	-	-	-
1,595,401,175	982,108,273	12,911,668	23,503,353	44,332,172	33,966,301	1,212,532,134	235,433,747
77,793,316	64,838,690	1,102,550	3,456,520	3,496,573	3,244,297	43,405,717	16,593,319
-	-	-	-	-	-	-	-
12,414,144	10,064,745	224,245	632,722	563,166	851,967	8,737,704	4,689,408
4,897,582	3,193,134	30,066	61,365	83,669	88,617	2,504,341	1,082,178
1,050,550	195,095	6,200	3,408	13,500	3,825	145,100	15,171
74,570,529	40,702,092	643,336	2,174,690	3,053,013	1,875,198	33,277,982	10,955,430
937,381	304,000	27,720	75,000	27,720	75,000	425,840	150,000
63,844	-	12,707	186	12,707	186	19,738	373
2,213,389	1,348,175	93,523	47,247	279,947	50,671	3,804,475	114,335
-	55,977	-	-	-	-	-	-
-	-	-	-	-	-	-	-
578,450	2,223,100	-	257,350	-	257,350	-	-
174,519,185	122,925,008	2,140,347	6,708,488	7,530,295	6,447,111	92,320,897	33,600,214
1,420,881,990	859,183,265	10,771,321	16,794,865	36,801,877	27,519,190	1,120,211,237	201,833,533
(305,731,167)	62,833,220	(325,561)	(3,990,569)	3,880,513	(2,515,209)	234,828,057	69,911,485
1,115,150,823	922,016,485	10,445,760	12,804,296	40,682,390	25,003,981	1,355,039,294	271,745,018
712,487,548	488,029,975	2,957,878	5,060,749	19,749,687	11,528,229	1,397,129,049	-
143,051,410	63,779,433	503,575	661,383	3,348,112	1,506,592	-	-
259,611,865	370,207,077	6,984,307	7,082,164	17,584,591	11,969,160	(42,089,755)	271,745,018

For DSP Merrill Lynch Fund Managers Limited

Hemendra Kothari
Chairman

K. R. V. Subrahmanian
Director

Naganath Sundaresan
President & Chief Investment Officer
Fund Manager:
EF, BaF, TF, OF, TEF, SPF-M, SPF-C,
SPF-A and ITF

Dhawal Dalal
Fund Manager:
BF, GSFA, GSFB and FRF

Sujoy Kr. Das
Fund Manager:
LF and STF

DSP MERRILL LYNCH MUTUAL FUND CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2006

		DSP MERRILL LYNCH EQUITY FUND (EF)		DSP MERRILL LYNCH LIQUIDITY FUND (LF)	
		Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees
A. Cashflow from Operating Activity					
Excess of income and gains over expenses and losses		642,821,291	133,164,758	1,404,535,824	808,487,943
Add / (Less): Unrealised loss provided / Written back		(24,847)	(1,740,856)	1,834,703	(3,518,599)
Excess dividend written back		-	92,604	-	-
Operating Profit Before Working Capital Changes		642,796,444	131,516,506	1,406,370,527	804,969,344
Adjustments for:					
(Increase)/Decrease in Other Current Assets		(110,318,210)	(58,600,600)	(2,323,470,205)	(128,283,785)
(Increase)/Decrease in Money Market Lending (Deposits)		(17,765,287)	-	-	(50,000)
(Increase)/Decrease in Investments		(2,714,345,139)	(400,447,942)	(26,918,592,760)	4,722,767,137
Increase/(Decrease) in Current Liabilities and Provisions		9,374,899	10,071,173	32,343,027	(300,492,811)
Net Cash Generated From Operations	(A)	(2,190,257,293)	(317,460,863)	(27,803,349,411)	5,098,909,885
B Cashflow from Financing Activities					
Increase/(Decrease) in Unit Corpus		959,974,062	86,135,676	37,731,740,581	(4,660,197,551)
Increase/(Decrease) in Unit Premium		2,319,646,871	212,580,626	(1,454,803,780)	(900,018,705)
Outstanding Receivable/Payables for Unit Corpus		22,799,542	(2,824,968)	(152,710,453)	(82,608,500)
Dividend Paid during the year (including dividend tax paid)		(1,094,359,012)	(3,508,967)	(881,978,124)	(479,352,088)
Net Cash Used in Financing Activities	(B)	2,208,061,463	292,382,367	35,242,248,224	(6,122,176,844)
Net Increase/(Decrease) in Cash & Cash Equivalents	(A+B)	17,804,170	(25,078,496)	7,438,898,813	(1,023,266,959)
Cash and Cash Equivalents as at the beginning of the year / period		16,994,172	42,072,668	2,256,932,163	3,280,199,122
Cash and Cash Equivalents as at the close of the year / period		34,798,342	16,994,172	9,695,830,976	2,256,932,163
Net Increase/(Decrease) in Cash & Cash Equivalents		17,804,170	(25,078,496)	7,438,898,813	(1,023,266,959)
Components of cash and cash equivalents					
With Banks - on current account		34,798,342	14,994,172	45,830,976	5,432,163
- on money at call		-	-	-	-
Money at Call with Institutions		-	2,000,000	-	1,500,000
With Banks - Fixed Deposits		-	-	9,650,000,000	2,250,000,000
		34,798,342	16,994,172	9,695,830,976	2,256,932,163

As per our attached report of even date.

For S. R. Batliboi & Co.
Chartered Accountants

per Hemal Shah
Partner
Membership No. 42650

For DSP Merrill Lynch Trustee Company Private Limited

Shitin D. Desai
Chairman

S. S. Thakur
Director

Mumbai, April 27, 2006

DSP MERRILL LYNCH MUTUAL FUND CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2006

DSP MERRILL LYNCH BALANCED FUND (BaF)		DSP MERRILL LYNCH OPPORTUNITIES FUND (OF)		DSP MERRILL LYNCH FLOATING RATE FUND (FRF)		DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND) (ITF)	
Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees
626,779,723	204,037,190	2,313,799,870	841,084,148	1,420,881,990	859,183,265	1,120,211,237	201,833,533
(212,218)	(499,119)	323,150	-	(1,920,050)	2,136,100	-	-
-	-	-	-	-	-	-	-
626,567,505	203,538,071	2,314,123,020	841,084,148	1,418,961,940	861,319,365	1,120,211,237	201,833,533
(59,348,390)	37,382,340	(226,403,077)	(89,883,088)	394,702,946	(591,362,829)	(161,356,117)	(286,392,070)
990,752	(990,752)	(26,711,299)	-	-	(50,000)	(27,276,789)	-
(368,759,643)	(1,136,648,634)	(1,982,035,588)	750,011,742	9,913,770,581	(18,196,430,922)	(3,090,850,875)	(2,167,000,619)
4,981,609	3,813,512	56,199,154	38,518,813	(11,911,746)	16,867,471	(1,111,023)	124,974,031
204,431,833	(892,905,463)	135,172,210	1,539,731,615	11,715,523,721	(17,909,656,915)	(2,160,383,567)	(2,126,585,125)
(104,746,651)	677,572,728	329,647,862	(507,943,702)	(10,823,374,362)	18,550,500,294	1,808,065,308	2,011,872,984
(102,466,435)	465,897,580	931,086,259	(416,472,404)	(695,332,015)	340,184,811	1,804,206,888	198,417,042
22,136,410	1,237,260	14,108,347	3,730,609	167,407,868	(47,381,056)	12,861,297	(7,931,491)
-	(267,849,243)	(1,375,405,412)	(632,806,734)	(865,612,413)	(534,626,710)	(1,397,129,049)	-
(185,076,676)	876,858,325	(100,562,944)	(1,553,492,231)	(12,216,910,922)	18,308,677,339	2,228,004,444	2,202,358,535
19,355,157	(16,047,138)	34,609,266	(13,760,616)	(501,387,201)	399,020,424	67,620,877	75,773,410
12,492,703	28,539,841	38,355,067	52,115,683	513,568,360	114,547,936	75,773,410	-
31,847,860	12,492,703	72,964,333	38,355,067	12,181,159	513,568,360	143,394,287	75,773,410
19,355,157	(16,047,138)	34,609,266	(13,760,616)	(501,387,201)	399,020,424	67,620,877	75,773,410
31,847,860	8,992,703	72,964,333	32,355,067	12,181,159	8,068,360	143,394,287	58,773,410
-	-	-	-	-	5,500,000	-	-
-	3,500,000	-	6,000,000	-	-	-	17,000,000
-	-	-	-	-	500,000,000	-	-
31,847,860	12,492,703	72,964,333	38,355,067	12,181,159	513,568,360	143,394,287	75,773,410

For DSP Merrill Lynch Fund Managers Limited

Hemendra Kothari
Chairman

K. R. V. Subrahmanian
Director

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President & Chief Investment Officer
Fund Manager:
EF, BaF, OF, and ITF

Dhawal Dalal
Fund Manager:
FRF

Sujoy Kr. Das
Fund Manager:
LF

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

Schedules	DSP MERRILL LYNCH BOND FUND (BF)			
	As at 31.03.2006		As at 31.03.2005	
	Units	Rupees	Units	Rupees
1 UNIT CAPITAL				
Issued and subscribed:				
Units of Rs. 10 each fully paid up (Institution Plan Rs. 1000 each fully paid up)				
Opening Balance	86,352,128.407	863,521,284	494,562,609.980	4,945,626,101
New Fund / Plan Offer	-	-	-	-
Capital issued during the year / period	1,813,649.120	18,136,491	62,697,346.242	626,973,462
	88,165,777.527	881,657,775	557,259,956.222	5,572,599,563
Redemptions during the year / period	52,938,092.882	529,380,929	470,907,827.815	4,709,078,279
Unit Capital at the end of the year / period	35,227,684.645	352,276,846	86,352,128.407	863,521,284
Retail: Growth Plan	23,287,786.182	232,877,862	41,659,696.518	416,596,965
Retail: Daily Dividend Plan	-	-	-	-
Retail: Weekly Dividend Plan	-	-	-	-
Retail: Monthly Dividend Plan	11,135.222	111,352	24,415,854.407	244,158,544
Retail: Quarterly Dividend Plan	11,928,763.241	119,287,632	20,276,577.482	202,765,775
Institution: Growth Plan	-	-	-	-
Institution: Daily Dividend Plan	-	-	-	-
Institution: Weekly Dividend Plan	-	-	-	-
Institution: Quarterly Dividend Plan	-	-	-	-
Unit Capital at the end of the year / period	35,227,684.645	352,276,846	86,352,128.407	863,521,284
2 RESERVES AND SURPLUS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Unit Premium Reserve				
Opening balance		(4,563,252,751)	(1,763,386,154)	
Net premium on issue /redemption of units during the year / period		(259,665,644)	(2,856,335,124)	
Transfer from / (to) Income Equalisation Account		4,364,439	56,468,527	
Closing balance		(4,818,553,956)	(4,563,252,751)	
Retained Surplus				
Opening balance		5,127,061,250	5,128,203,665	
Add: Surplus transferred from / (to) Revenue Account		24,903,536	(1,145,636)	
Excess dividend written back (including distribution tax)		-	3,221	
Closing balance		5,151,964,786	5,127,061,250	
Unrealised Appreciation on Investments				
Opening balance		1,218,608	132,273,765	
Less: Reversed during the year / period		(1,218,608)	(132,273,765)	
Add: Unrealised appreciation as at year / period end		-	1,218,608	
Add: Unrealised appreciation on outstanding derivatives		-	-	
Closing balance		-	1,218,608	
		333,410,830	565,027,107	
3 CURRENT LIABILITIES & PROVISIONS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Sundry creditors		3,867,730	4,588,389	
Payable for units repurchased / switch out		760,838	1,234,102	
Distributed income / tax payable		-	-	
Unclaimed redemptions / distributed income		2,646,765	2,630,073	
Contracts for Purchase of investments		-	-	
Other liabilities		46,643	202,145	
		7,321,976	8,654,709	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH EQUITY FUND (EF)				DSP MERRILL LYNCH LIQUIDITY FUND (LF)			
As at 31.03.2006		As at 31.03.2005		As at 31.03.2006		As at 31.03.2005	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
45,681,658.110	456,816,581	37,068,090.491	370,680,905	905,259,126.557	9,052,591,265	1,371,278,881.677	13,712,788,816
-	-	-	-	7,932,822.007	7,932,822,007	-	-
190,688,702.904	1,906,887,029	45,345,428.409	453,454,284	10,491,476,931.877	329,337,651,398	10,366,183,968.071	103,661,839,681
236,370,361.014	2,363,703,610	82,413,518.900	824,135,189	11,404,668,880.441	346,323,064,670	11,737,462,849.748	117,374,628,497
94,691,296.746	946,912,967	36,731,860.790	367,318,608	10,625,186,932.402	299,538,732,824	10,832,203,723.191	108,322,037,232
141,679,064.268	1,416,790,643	45,681,658.110	456,816,581	779,481,948.039	46,784,331,846	905,259,126.557	9,052,591,265
-	-	-	-	158,625,498.275	1,586,254,983	376,308,141.539	3,763,081,415
-	-	-	-	266,445,468.181	2,664,454,682	221,308,493.017	2,213,084,930
-	-	-	-	315,027,635.760	3,150,276,358	307,642,492.001	3,076,424,920
-	-	-	-	-	-	-	-
141,679,064.268	1,416,790,643	45,681,658.110	456,816,581	-	-	-	-
-	-	-	-	10,791,153.443	10,791,153,443	-	-
-	-	-	-	13,908,692.715	13,908,692,715	-	-
-	-	-	-	14,683,499.665	14,683,499,665	-	-
-	-	-	-	-	-	-	-
141,679,064.268	1,416,790,643	45,681,658.110	456,816,581	779,481,948.039	46,784,331,846	905,259,126.557	9,052,591,265
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	400,547,946	244,260,282			2,187,981,902	3,038,533,156	
	2,319,646,871	212,580,626			(1,454,803,780)	(900,018,705)	
	137,796,970	(56,292,962)			202,587,234	49,467,451	
	2,857,991,787	400,547,946			935,765,356	2,187,981,902	
	203,300,318	13,749,994			886,798,969	606,987,214	
	(589,334,691)	189,457,720			312,567,010	279,811,755	
	-	92,604			-	-	
	(386,034,373)	203,300,318			1,199,365,979	886,798,969	
	259,657,970	142,250,747			5,695,952	-	
	(259,657,970)	(142,250,747)			(5,695,952)	-	
	1,627,644,603	259,657,970			3,830,450	5,695,952	
	322,448	-			-	-	
	1,627,967,051	259,657,970			3,830,450	5,695,952	
	4,099,924,465	863,506,234			2,138,961,785	3,080,476,823	
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	6,545,840	2,317,441			20,262,558	4,034,093	
	28,251,513	4,746,516			2,615,926	2,636,361	
	-	-			7,620,589	217,133	
	732,886	330,456			580	-	
	17,469,966	15,412,602			-	-	
	7,599,698	4,912,992			16,434,731	320,749	
	60,599,903	27,720,007			46,934,384	7,208,336	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

Schedules	DSP MERRILL LYNCH BALANCED FUND (BaF)			
	As at 31.03.2006		As at 31.03.2005	
	Units	Rupees	Units	Rupees
1 UNIT CAPITAL				
Issued and subscribed:				
Units of Rs. 10 each fully paid up (Institution Plan Rs. 1000 each fully paid up)				
Opening Balance	141,933,289.361	1,419,332,894	74,176,016.542	741,760,166
New Fund / Plan Offer	-	-	-	-
Capital issued during the year / period	105,074,058.289	1,050,740,583	158,186,949.142	1,581,869,491
	247,007,347.650	2,470,073,477	232,362,965.684	2,323,629,657
Redemptions during the year / period	115,548,723.308	1,155,487,234	90,429,676.323	904,296,763
Unit Capital at the end of the year / period	131,458,624.342	1,314,586,243	141,933,289.361	1,419,332,894
Retail: Growth Plan	18,466,433.905	184,664,339	19,372,371.398	193,723,714
Retail: Daily Dividend Plan	-	-	-	-
Retail: Weekly Dividend Plan	-	-	-	-
Retail: Monthly Dividend Plan	-	-	-	-
Retail: Quarterly Dividend Plan	112,992,190.437	1,129,921,904	122,560,917.963	1,225,609,180
Institution: Growth Plan	-	-	-	-
Institution: Daily Dividend Plan	-	-	-	-
Institution: Weekly Dividend Plan	-	-	-	-
Institution: Quarterly Dividend Plan	-	-	-	-
Unit Capital at the end of the year / period	131,458,624.342	1,314,586,243	141,933,289.361	1,419,332,894
2 RESERVES AND SURPLUS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Unit Premium Reserve				
Opening balance		468,134,313	45,366,249	
Net premium on issue /redemption of units during the year / period		(102,466,435)	465,897,580	
Transfer from / (to) Income Equalisation Account		19,193,294	(43,129,516)	
Closing balance		384,861,172	468,134,313	
Retained Surplus				
Opening balance		152,700,221	173,382,758	
Add: Surplus transferred from / (to) Revenue Account		607,586,429	(20,682,537)	
Excess dividend written back (including distribution tax)		-	-	
Closing balance		760,286,650	152,700,221	
Unrealised Appreciation on Investments				
Opening balance		294,511,400	170,640,829	
Less: Reversed during the year / period		(294,511,400)	(170,640,829)	
Add: Unrealised appreciation as at year / period end		867,702,913	294,511,400	
Add: Unrealised appreciation on outstanding derivatives		-	-	
Closing balance		867,702,913	294,511,400	
		2,012,850,735	915,345,934	
3 CURRENT LIABILITIES & PROVISIONS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Sundry creditors		3,945,330	5,316,926	
Payable for units repurchased / switch out		42,304,084	6,761,257	
Distributed income / tax payable		-	-	
Unclaimed redemptions / distributed income		399,216	238,538	
Contracts for Purchase of investments		4,229,718		
Other liabilities		2,461,490	498,681	
		53,339,838	12,815,402	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN A (GSFA)				DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN B (GSFB)			
As at 31.03.2006		As at 31.03.2005		As at 31.03.2006		As at 31.03.2005	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
30,485,620.954	304,856,209	72,853,445.630	728,534,456	12,220,642.971	122,206,429	12,449,566.413	124,495,664
-	-	-	-	-	-	-	-
12,430,706.606	124,307,066	3,085,298.111	30,852,981	8,137,321.313	81,373,213	9,605,031.739	96,050,317
42,916,327.560	429,163,275	75,938,743.741	759,387,437	20,357,964.284	203,579,642	22,054,598.152	220,545,981
22,349,394.173	223,493,941	45,453,122.787	454,531,228	11,683,563.116	116,835,630	9,833,955.181	98,339,552
20,566,933.387	205,669,334	30,485,620.954	304,856,209	8,674,401.168	86,744,012	12,220,642.971	122,206,429
11,769,739.898	117,697,399	13,728,115.784	137,281,158	8,110,873.869	81,108,739	5,628,270.239	56,282,702
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
22,870.372	228,704	7,235.738	72,357	500.000	5,000	-	-
8,774,323.117	87,743,231	16,750,269.432	167,502,694	563,027.299	5,630,273	6,592,372.732	65,923,727
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
20,566,933.387	205,669,334	30,485,620.954	304,856,209	8,674,401.168	86,744,012	12,220,642.971	122,206,429
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	(249,431,011)	106,881,976			(48,791,805)	(23,746,253)	
	(36,062,906)	(347,901,536)			8,371,759	(23,621,201)	
	3,315,179	(8,411,451)			(479,850)	(1,424,351)	
	(282,178,738)	(249,431,011)			(40,899,896)	(48,791,805)	
	426,124,635	422,247,307			83,653,807	79,935,254	
	12,271,789	3,877,328			6,557,372	3,718,553	
	-	-			-	-	
	438,396,424	426,124,635			90,211,179	83,653,807	
	-	11,132,333			-	-	
	-	(11,132,333)			-	-	
	-	-			-	-	
	-	-			-	-	
	156,217,686	176,693,624			49,311,283	34,862,002	
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	242,198	519,825			43,603	52,162	
	102,393	78,444			-	-	
	1,684,862	-			140,571	593,642	
	1,379	1,407			-	-	
	-	-			-	-	
	11,959	29,933			1,844	1,807	
	2,042,791	629,609			186,018	647,611	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

Schedules	DSP MERRILL LYNCH TECHNOLOGY.COM FUND (TF)			
	As at 31.03.2006		As at 31.03.2005	
	Units	Rupees	Units	Rupees
1 UNIT CAPITAL				
Issued and subscribed:				
Units of Rs. 10 each fully paid up (Institution Plan Rs. 1000 each fully paid up)				
Opening Balance	23,713,536.804	237,135,368	29,525,164.803	295,251,648
New Fund / Plan Offer	-	-	-	-
Capital issued during the year / period	4,620,923.286	46,209,233	14,232,627.904	142,326,279
	28,334,460.090	283,344,601	43,757,792.707	437,577,927
Redemptions during the year / period	11,506,333.260	115,063,333	20,044,255.903	200,442,559
Unit Capital at the end of the year / period	16,828,126.830	168,281,268	23,713,536.804	237,135,368
Retail: Growth Plan	5,435,684.887	54,356,849	8,796,184.918	87,961,849
Retail: Daily Dividend Plan	-	-	-	-
Retail: Weekly Dividend Plan	-	-	-	-
Retail: Monthly Dividend Plan	-	-	-	-
Retail: Quarterly Dividend Plan	11,392,441.943	113,924,419	14,917,351.886	149,173,519
Institution: Growth Plan	-	-	-	-
Institution: Daily Dividend Plan	-	-	-	-
Institution: Weekly Dividend Plan	-	-	-	-
Institution: Quarterly Dividend Plan	-	-	-	-
Unit Capital at the end of the year / period	16,828,126.830	168,281,268	23,713,536.804	237,135,368
2 RESERVES AND SURPLUS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Unit Premium Reserve				
Opening balance		83,640,602	79,909,869	
Net premium on issue /redemption of units during the year / period		(22,812,176)	(7,914,027)	
Transfer from / (to) Income Equalisation Account		11,648,368	11,644,760	
Closing balance		72,476,794	83,640,602	
Retained Surplus				
Opening balance		(161,327,095)	(216,358,984)	
Add: Surplus transferred from / (to) Revenue Account		79,973,968	55,031,889	
Excess dividend written back (including distribution tax)		-	-	
Closing balance		(81,353,127)	(161,327,095)	
Unrealised Appreciation on Investments				
Opening balance		98,646,099	59,282,753	
Less: Reversed during the year / period		(98,646,099)	(59,282,753)	
Add: Unrealised appreciation as at year / period end		141,981,508	98,646,099	
Add: Unrealised appreciation on outstanding derivatives		-	-	
Closing balance		141,981,508	98,646,099	
		133,105,175	20,959,606	
3 CURRENT LIABILITIES & PROVISIONS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Sundry creditors		351,144	432,174	
Payable for units repurchased / switch out		1,963,372	314,884	
Distributed income / tax payable		-	-	
Unclaimed redemptions / distributed income		265,944	82,543	
Contracts for Purchase of investments		-	-	
Other liabilities		167,951	174,700	
		2,748,411	1,004,301	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH OPPORTUNITIES FUND (OF)				DSP MERRILL LYNCH SHORT TERM FUND (STF)			
As at 31.03.2006		As at 31.03.2005		As at 31.03.2006		As at 31.03.2005	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
313,881,580.150	3,138,815,802	364,675,950.443	3,646,759,504	101,467,769.092	1,014,677,691	490,475,675.973	4,904,756,759
-	-	-	-	-	-	-	-
275,290,190.263	2,752,901,903	386,505,472.578	3,865,054,726	456,285,751.375	4,562,857,514	426,186,562.950	4,261,865,630
589,171,770.413	5,891,717,705	751,181,423.021	7,511,814,230	557,753,520.467	5,577,535,205	916,662,238.923	9,166,622,389
242,325,404.039	2,423,254,041	437,299,842.871	4,372,998,428	490,731,526.887	4,907,315,269	815,194,469.831	8,151,944,698
346,846,366.374	3,468,463,664	313,881,580.150	3,138,815,802	67,021,993.580	670,219,936	101,467,769.092	1,014,677,691
59,561,954.876	595,619,549	47,965,952.696	479,659,527	45,426,517.876	454,265,179	36,998,225.566	369,982,256
-	-	-	-	-	-	-	-
-	-	-	-	1,823,987.176	18,239,872	36,291,810.242	362,918,102
-	-	-	-	8,767,942.881	87,679,429	1,159,479.568	11,594,796
287,284,411.498	2,872,844,115	265,915,627.454	2,659,156,275	11,003,545.647	110,035,456	27,018,253.716	270,182,537
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
346,846,366.374	3,468,463,664	313,881,580.150	3,138,815,802	67,021,993.580	670,219,936	101,467,769.092	1,014,677,691
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	189,427,885		530,716,023		(130,592,658)		50,654,070
	931,086,259		(416,472,404)		(15,055,333)		(233,374,881)
	(271,826,179)		75,184,266		20,051,869		52,128,153
	848,687,965		189,427,885		(125,596,122)		(130,592,658)
	982,453,973		849,360,825		200,175,130		186,913,128
	1,210,220,637		133,093,148		31,952,630		13,262,002
	-		-		-		-
	2,192,674,610		982,453,973		232,127,760		200,175,130
	1,654,711,756		899,015,724		2,665,262		3,770,811
	(1,654,711,756)		(899,015,724)		(2,665,262)		(3,770,811)
	4,022,296,248		1,654,711,756		-		2,665,262
	-		-		-		-
	4,022,296,248		1,654,711,756		-		2,665,262
	7,063,658,823		2,826,593,614		106,531,638		72,247,734
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	18,351,448		10,531,162		540,067		574,496
	22,842,748		6,497,759		1,603,834		2,946,975
	-		-		353,866		1,643,457
	4,281,058		2,218,604		1,255		1,231
	108,487,541		62,861,511		-		-
	14,063,065		13,372,681		119,330		238,841
	168,025,860		95,481,717		2,618,352		5,405,000

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

Schedules	DSP MERRILL LYNCH TOP100 EQUITY FUND (TEF)			
	As at 31.03.2006		As at 31.03.2005	
	Units	Rupees	Units	Rupees
1 UNIT CAPITAL				
Issued and subscribed:				
Units of Rs. 10 each fully paid up (Institution Plan Rs. 1000 each fully paid up)				
Opening Balance	53,082,406.405	530,824,064	86,252,571.322	862,525,713
New Fund / Plan Offer	-	-	-	-
Capital issued during the year / period	35,366,398.819	353,663,988	48,415,705.193	484,157,052
	88,448,805.224	884,488,052	134,668,276.515	1,346,682,765
Redemptions during the year / period	32,751,869.872	327,518,699	81,585,870.110	815,858,701
Unit Capital at the end of the year / period	55,696,935.352	556,969,353	53,082,406.405	530,824,064
Retail: Growth Plan	4,509,470.429	45,094,704	4,446,594.106	44,465,941
Retail: Daily Dividend Plan	-	-	-	-
Retail: Weekly Dividend Plan	-	-	-	-
Retail: Monthly Dividend Plan	-	-	-	-
Retail: Quarterly Dividend Plan	51,187,464.923	511,874,649	48,635,812.299	486,358,123
Institution: Growth Plan	-	-	-	-
Institution: Daily Dividend Plan	-	-	-	-
Institution: Weekly Dividend Plan	-	-	-	-
Institution: Quarterly Dividend Plan	-	-	-	-
Unit Capital at the end of the year / period	55,696,935.352	556,969,353	53,082,406.405	530,824,064
2 RESERVES AND SURPLUS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Unit Premium Reserve				
Opening balance		(42,003,509)	137,370,922	
Net premium on issue /redemption of units during the year / period		219,402,853	(170,757,375)	
Transfer from / (to) Income Equalisation Account		(113,810,406)	(8,617,056)	
Closing balance		63,588,938	(42,003,509)	
Retained Surplus				
Opening balance		185,366,000	149,230,200	
Add: Surplus transferred from / (to) Revenue Account		426,110,203	36,135,800	
Excess dividend written back (including distribution tax)		-	-	
Closing balance		611,476,203	185,366,000	
Unrealised Appreciation on Investments				
Opening balance		160,579,936	153,133,384	
Less: Reversed during the year / period		(160,579,936)	(153,133,384)	
Add: Unrealised appreciation as at year / period end		342,056,811	160,579,936	
Add: Unrealised appreciation on outstanding derivatives		-	-	
Closing balance		342,056,811	160,579,936	
		1,017,121,952	303,942,427	
3 CURRENT LIABILITIES & PROVISIONS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Sundry creditors		3,572,962	2,756,048	
Payable for units repurchased / switch out		356,248	13,521,841	
Distributed income / tax payable		-	-	
Unclaimed redemptions / distributed income		140,026	79,254	
Contracts for Purchase of investments		15,354,676	9,513,247	
Other liabilities		11,409,586	456,571	
		30,833,498	26,326,961	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH SAVINGS PLUS FUND - MODERATE (SPF-M)				DSP MERRILL LYNCH FLOATING RATE FUND (FRF)			
As at 31.03.2006		As at 31.03.2005		As at 31.03.2006		As at 31.03.2005	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
272,376,946.755	2,723,769,467	571,380,296.283	5,713,802,962	2,166,997,665.008	21,669,976,650	311,947,635.561	3,119,476,356
-	-	-	-	9,238,020.282	9,238,020,282	-	-
59,549,280.462	595,492,805	364,219,329.566	3,642,193,296	8,289,130,733.679	97,042,392,366	9,089,119,712.409	90,891,197,124
331,926,227.217	3,319,262,272	935,599,625.849	9,355,996,258	10,465,366,418.969	127,950,389,298	9,401,067,347.970	94,010,673,480
183,755,072.087	1,837,550,721	663,222,679.094	6,632,226,791	9,448,760,991.698	117,103,787,010	7,234,069,682.962	72,340,696,830
148,171,155.130	1,481,711,551	272,376,946.755	2,723,769,467	1,016,605,427.271	10,846,602,288	2,166,997,665.008	21,669,976,650
82,460,655.130	824,606,551	176,913,548.743	1,769,135,487	351,975,144.039	3,519,751,440	733,726,793.280	7,337,267,933
-	-	-	-	165,858,190.828	1,658,581,908	425,473,432.697	4,254,734,327
-	-	-	-	283,261,822.334	2,832,618,223	736,935,219.298	7,369,352,193
29,183,013.480	291,830,135	34,792,221.414	347,922,214	-	-	-	-
36,527,486.520	365,274,865	60,671,176.598	606,711,766	214,822,847.831	2,148,228,478	270,862,219.733	2,708,622,197
-	-	-	-	289,064.991	289,064,991	-	-
-	-	-	-	301,077.629	301,077,629	-	-
-	-	-	-	97,279.619	97,279,619	-	-
-	-	-	-	-	-	-	-
148,171,155.130	1,481,711,551	272,376,946.755	2,723,769,467	1,016,605,427.271	10,846,602,288	2,166,997,665.008	21,669,976,650
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	(24,384,177)	214,810,107			275,754,958		(1,596,633)
	(333,782,962)	(279,834,907)			(695,332,015)		340,184,811
	70,271,184	40,640,623			305,731,167		(62,833,220)
	(287,895,955)	(24,384,177)			(113,845,890)		275,754,958
	470,304,769	342,805,918			436,150,594		65,943,517
	125,868,606	127,498,851			259,611,865		370,207,077
	-	-			-		-
	596,173,375	470,304,769			695,762,459		436,150,594
	68,788,160	18,660,080			52,201,913		-
	(68,788,160)	(18,660,080)			(52,201,913)		-
	108,483,111	68,788,160			29,234,456		52,201,913
	-	-			-		-
	108,483,111	68,788,160			29,234,456		52,201,913
	416,760,531	514,708,752			611,151,025		764,107,465
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	8,485,696	5,341,939			6,857,303		16,219,003
	13,127,444	605,011			187,562,691		15,672,241
	10,761,283	8,128,218			10,035,063		20,108,518
	479,345	92,502			2,832		2,115
	-	16,688,994			-		-
	12,538,843	1,098,131			394,028		2,944,791
	45,392,611	31,954,795			204,851,917		54,946,668

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

Schedules	DSP MERRILL LYNCH SAVINGS PLUS FUND-CONSERVATIVE (SPF-C)			
	As at 31.03.2006		As at 31.03.2005	
	Units	Rupees	Units	Rupees
1 UNIT CAPITAL				
Issued and subscribed:				
Units of Rs. 10 each fully paid up (Institution Plan Rs. 1000 each fully paid up)				
Opening Balance	21,698,357.814	216,983,578	-	-
New Fund / Plan Offer	-	-	58,761,261.839	587,612,618
Capital issued during the year / period	9,102,621.122	91,026,211	9,982,235.709	99,822,357
	30,800,978.936	308,009,789	68,743,497.548	687,434,975
Redemptions during the year / period	19,087,621.914	190,876,219	47,045,139.734	470,451,397
Unit Capital at the end of the year / period	11,713,357.022	117,133,570	21,698,357.814	216,983,578
Retail: Growth Plan	7,273,377.306	72,733,773	12,457,547.607	124,575,476
Retail: Daily Dividend Plan	-	-	-	-
Retail: Weekly Dividend Plan	-	-	-	-
Retail: Monthly Dividend Plan	1,164,993.881	11,649,939	2,729,836.366	27,298,364
Retail: Quarterly Dividend Plan	3,274,985.835	32,749,858	6,510,973.841	65,109,738
Institution: Growth Plan	-	-	-	-
Institution: Daily Dividend Plan	-	-	-	-
Institution: Weekly Dividend Plan	-	-	-	-
Institution: Quarterly Dividend Plan	-	-	-	-
Unit Capital at the end of the year / period	11,713,357.022	117,133,570	21,698,357.814	216,983,578
2 RESERVES AND SURPLUS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Unit Premium Reserve				
Opening balance		(1,754,821)	-	
Net premium on issue /redemption of units during the year / period		(3,499,662)	(5,745,390)	
Transfer from / (to) Income Equalisation Account		325,561	3,990,569	
Closing balance		(4,928,922)	(1,754,821)	
Retained Surplus				
Opening balance		7,082,164	-	
Add: Surplus transferred from / (to) Revenue Account		6,984,307	7,082,164	
Excess dividend written back (including distribution tax)		-	-	
Closing balance		14,066,471	7,082,164	
Unrealised Appreciation on Investments				
Opening balance		1,847,941	-	
Less: Reversed during the year / period		(1,847,941)	-	
Add: Unrealised appreciation as at year / period end		2,138,187	1,847,941	
Add: Unrealised appreciation on outstanding derivatives		-	-	
Closing balance		2,138,187	1,847,941	
		11,275,736	7,175,284	
3 CURRENT LIABILITIES & PROVISIONS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Sundry creditors		125,607	1,529,121	
Payable for units repurchased / switch out		51,416	-	
Distributed income / tax payable		532,976	677,093	
Unclaimed redemptions / distributed income		29,708	4,287	
Contracts for Purchase of investments		-	-	
Other liabilities		23,211	11,456	
		762,918	2,221,957	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH SAVINGS PLUS FUND-AGGRESSIVE (SPF-A)				DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND) (ITF)			
As at 31.03.2006		As at 31.03.2005		As at 31.03.2006		As at 31.03.2005	
Units	Rupees	Units	Rupees	Units	Rupees	Units	Rupees
33,317,044.540	333,170,445	-	-	201,187,298.385	2,011,872,984	-	-
-	-	42,890,237.170	428,902,372	-	-	171,085,294.912	1,710,852,949
32,520,877.930	325,208,779	36,428,762.232	364,287,622	431,966,994.953	4,319,669,950	181,118,070.316	1,811,180,703
65,837,922.470	658,379,224	79,318,999.402	793,189,994	633,154,293.338	6,331,542,934	352,203,365.228	3,522,033,652
25,630,086.880	256,300,868	46,001,954.862	460,019,549	251,160,464.182	2,511,604,642	151,016,066.843	1,510,160,668
40,207,835.590	402,078,356	33,317,044.540	333,170,445	381,993,829.156	3,819,938,292	201,187,298.385	2,011,872,984
14,130,919.615	141,309,196	13,366,626.037	133,666,260	76,005,646.478	760,056,465	31,537,134.695	315,371,347
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
6,637,209.611	66,372,096	4,392,793.939	43,927,939	-	-	-	-
19,439,706.364	194,397,064	15,557,624.564	155,576,246	305,988,182.678	3,059,881,827	169,650,163.690	1,696,501,637
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
40,207,835.590	402,078,356	33,317,044.540	333,170,445	381,993,829.156	3,819,938,292	201,187,298.385	2,011,872,984
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	(1,474,117)				128,505,557		-
	8,255,683		(3,989,326)		1,804,206,888		198,417,042
	(3,880,513)		2,515,209		(234,828,057)		(69,911,485)
	2,901,053		(1,474,117)		1,697,884,388		128,505,557
	11,969,160		-		271,745,018		-
	17,584,591		11,969,160		(42,089,755)		271,745,018
	-		-		-		-
	29,553,751		11,969,160		229,655,263		271,745,018
	6,502,978		-		361,532,863		-
	(6,502,978)		-		(361,532,863)		-
	23,093,563		6,502,978		2,262,698,212		361,532,863
	-		-		-		-
	23,093,563		6,502,978		2,262,698,212		361,532,863
	55,548,367		16,998,021		4,190,237,863		761,783,438
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	483,560		14,783,542		8,743,314		114,592,335
	107,541		146,182		10,979,317		3,211,572
	7,028,671		2,793,008		-		-
	126,406		1,517		303,259		10,725
	-		-		87,692,648		-
	67,864		43,840		27,123,787		10,370,971
	7,814,042		17,768,089		134,842,325		128,185,603

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

		DSP MERRILL LYNCH BOND FUND (BF)			
4 INVESTMENTS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
	Cost	Market/Fair value	Cost	Market/Fair value	
	Equity Shares				
Listed or awaiting listing	-	-	-	-	
Unlisted	-	-	-	-	
Preference Shares					
Listed or awaiting listing	-	-	-	-	
Government Securities	54,857,500	54,480,000	274,680,521	273,520,150	
Bonds & Debentures					
Listed or awaiting listing	370,741,792	368,311,207	552,824,365	547,495,741	
Private placement / unlisted	150,852,794	148,943,350	185,131,187	186,349,795	
Commercial Papers (CP)	-	-	-	-	
Certificate of Deposits (CD)	-	-	-	-	
Treasury Bills (T bills)	-	-	-	-	
Bills Rediscounting (BRDS)	-	-	-	-	
	576,452,086	571,734,557	1,012,636,073	1,007,365,686	
5 DEPOSITS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
Money at call with :					
- Institutions		-	2,000,000		
Fixed Deposits with Scheduled Banks		-	-		
Margin money with The Clearing Corporation of India Ltd. (CCIL)		14,800,000	14,800,000		
Initial Margin money for equity derivatives		-	-		
		14,800,000	16,800,000		
6 OTHER CURRENT ASSETS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
Balances with banks in current account		4,075,233	254,432,227		
Receivable for units switch in		-	-		
Contracts for sale of investments		-	-		
Collateralised lending (reverse repurchase transactions)		92,957,895	136,976,733		
Initial margin money utilised for equity derivatives		-	-		
Marked-to-market margin for equity derivatives		-	-		
Share Application Money		-	-		
Outstanding and accrued income		8,348,894	20,535,084		
Tax deducted at source		1,092,391	1,092,391		
Other receivable		682	979		
		106,475,095	413,037,414		
7 INTEREST	Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees		
Call and term deposits		32,022	186,522		
Collateralised lending (reverse repurchase transactions)		10,449,228	15,363,468		
Securities and fixed deposits		47,962,331	231,037,625		
		58,443,581	246,587,615		

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH EQUITY FUND (EF)				DSP MERRILL LYNCH LIQUIDITY FUND (LF)			
As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value
3,682,108,915	5,309,753,518	967,432,476	1,227,090,446	-	-	-	-
35,119,490	2,340,686	35,119,490	2,340,686	-	-	-	-
-	-	331,300	306,453	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	8,504,375,150	8,508,205,600	2,650,697,600	2,655,629,450
-	-	-	-	3,256,741,401	3,254,906,698	653,861,074	654,625,176
-	-	-	-	5,199,691,728	5,199,691,728	1,838,061,300	1,838,061,300
-	-	-	-	16,348,698,579	16,348,698,579	4,354,611,580	4,354,611,580
-	-	-	-	167,936,634	167,936,634	-	-
-	-	-	-	2,938,380,822	2,938,380,822	-	-
3,717,228,405	5,312,094,204	1,002,883,266	1,229,737,585	36,415,824,314	36,417,820,061	9,497,231,554	9,502,927,506
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	-	2,000,000	-		-	1,500,000	-
	-	-	-		9,650,000,000	2,250,000,000	-
	-	-	-		1,450,000	1,450,000	-
	17,765,287	-	-		-	-	-
	17,765,287	2,000,000			9,651,450,000	2,252,950,000	
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	34,798,342	14,994,172			45,830,976	5,432,163	
	888,205	182,750			152,690,018	-	
	87,624,253	-			-	-	
	118,456,189	100,988,149			2,176,947,489	207,446,621	
	4,444,727	-			-	-	
	322,447	-			-	-	
	-	-			-	-	
	824,268	109,031			525,489,471	171,520,134	
	31,135	31,135			-	-	
	65,954	-			-	-	
	247,455,520	116,305,237			2,900,957,954	384,398,918	
	Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees		Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees
	2,233	25,057			1,166,189	10,958,698	
	8,633,353	1,402,757			176,920,167	32,866,388	
	710,027	17,791			1,317,477,461	852,195,934	
	9,345,613	1,445,605			1,495,563,817	896,021,020	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

		DSP MERRILL LYNCH BALANCED FUND (BaF)			
		As at 31.03.2006		As at 31.03.2005	
		Rupees		Rupees	
		Cost	Market/Fair value	Cost	Market/Fair value
4 INVESTMENTS					
Equity Shares					
Listed or awaiting listing	1,409,346,843	2,277,049,756	1,117,576,209	1,412,054,799	
Unlisted	14,522,501	1,003,151	14,522,501	1,003,151	
Preference Shares					
Listed or awaiting listing	-	-	59,160	54,723	
Government Securities					
	-	-	99,522,500	99,000,300	
Bonds & Debentures					
Listed or awaiting listing	961,552,469	961,238,050	634,971,800	635,004,610	
Private placement / unlisted	-	-	150,010,000	150,010,000	
Commercial Papers (CP)					
	-	-	-	-	
Certificate of Deposits (CD)					
	-	-	-	-	
Treasury Bills (T bills)					
	-	-	-	-	
Bills Rediscounting (BRDS)					
	-	-	-	-	
	2,385,421,813	3,239,290,957	2,016,662,170	2,297,127,583	
5 DEPOSITS					
Money at call with :					
- Institutions		-	3,500,000		
Fixed Deposits with Scheduled Banks		-	-		
Margin money with The Clearing Corporation of India Ltd. (CCIL)		300,000	300,000		
Initial Margin money for equity derivatives		-	990,752		
		300,000	4,790,752		
6 OTHER CURRENT ASSETS					
Balances with banks in current account		31,847,860	8,992,703		
Receivable for units switch in		15,603,998	2,197,581		
Contracts for sale of investments		44,991,731	9,411,438		
Collateralised lending (reverse repurchase transactions)		28,489,464	7,999,123		
Initial margin money utilised for equity derivatives		-	-		
Marked-to-market margin for equity derivatives		-	-		
Share Application Money		7,740,625	-		
Outstanding and accrued income		12,454,118	16,916,987		
Tax deducted at source		58,063	58,063		
Other receivable		-	-		
		141,185,859	45,575,895		
7 INTEREST					
Call and term deposits		1,592	125,931		
Collateralised lending (reverse repurchase transactions)		7,911,970	7,808,400		
Securities and fixed deposits		47,384,752	28,769,299		
		55,298,314	36,703,630		

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN A (GSFA)				DSP MERRILL LYNCH GOVERNMENT SECURITIES FUND - PLAN B (GSFB)			
As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
210,827,500	207,800,000	267,890,625	267,365,000	-	-	51,341,250	50,633,700
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
98,793,656	98,793,656	9,945,911	9,945,911	-	-	89,513,198	89,513,198
-	-	-	-	-	-	-	-
309,621,156	306,593,656	277,836,536	277,310,911	-	-	140,854,448	140,146,898
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	-		1,500,000		-		1,000,000
	-		-		-		-
	3,100,000		3,100,000		700,000		700,000
	-		-		-		-
	3,100,000		4,600,000		700,000		1,700,000
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees
	7,497,925		1,510,770		60,064,096		1,211,214
	-		-		-		9,400,000
	-		-		-		-
	42,480,763		192,978,852		75,465,819		3,999,562
	-		-		-		-
	-		-		-		-
	4,257,467		5,778,909		11,398		1,258,368
	-		-		-		-
	-		-		-		-
	54,236,155		200,268,531		135,541,313		15,869,144
	Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees		Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees
	160,822		337,751		21,876		132,845
	8,872,722		9,337,716		1,310,562		2,013,874
	17,933,359		31,056,552		9,062,722		5,804,474
	26,966,903		40,732,019		10,395,160		7,951,193

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

		DSP MERRILL LYNCH TECHNOLOGY.COM FUND (TF)			
4 INVESTMENTS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
	Cost	Market/Fair value	Cost	Market/Fair value	
	Equity Shares				
Listed or awaiting listing	148,555,438	290,536,946	153,232,153	251,878,252	
Unlisted	-	-	-	-	
Preference Shares					
Listed or awaiting listing	-	-	-	-	
Government Securities	-	-	-	-	
Bonds & Debentures					
Listed or awaiting listing	-	-	-	-	
Private placement / unlisted	-	-	-	-	
Commercial Papers (CP)	-	-	-	-	
Certificate of Deposits (CD)	-	-	-	-	
Treasury Bills (T bills)	-	-	-	-	
Bills Rediscounting (BRDS)	-	-	-	-	
	148,555,438	290,536,946	153,232,153	251,878,252	
5 DEPOSITS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
Money at call with :					
- Institutions	-	-	1,000,000	-	
Fixed Deposits with Scheduled Banks	-	-	-	-	
Margin money with The Clearing Corporation of India Ltd. (CCIL)	-	-	-	-	
Initial Margin money for equity derivatives	-	-	-	-	
	-	-	1,000,000	-	
6 OTHER CURRENT ASSETS	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		
Balances with banks in current account	-	1,589,694	1,589,544	-	
Receivable for units switch in	-	11,172	76,121	-	
Contracts for sale of investments	-	-	-	-	
Collateralised lending (reverse repurchase transactions)	-	11,995,563	4,499,498	-	
Initial margin money utilised for equity derivatives	-	-	-	-	
Marked-to-market margin for equity derivatives	-	-	-	-	
Share Application Money	-	-	-	-	
Outstanding and accrued income	-	1,479	55,860	-	
Tax deducted at source	-	-	-	-	
Other receivable	-	-	-	-	
	-	13,597,908	6,221,023	-	
7 INTEREST	Year ended 31.03.2006 Rupees		Year ended 31.03.2005 Rupees		
Call and term deposits	-	110	6,234	-	
Collateralised lending (reverse repurchase transactions)	-	240,798	189,076	-	
Securities and fixed deposits	-	-	-	-	
	-	240,908	195,310	-	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH OPPORTUNITIES FUND (OF)				DSP MERRILL LYNCH SHORT TERM FUND (STF)			
As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value
6,028,794,401	10,051,090,649	4,096,186,963	5,750,898,719	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	101,255,000	100,935,200
49,428,150	49,105,000	-	-	200,014,200	197,413,200	133,652,440	125,879,240
-	-	-	-	356,254,958	353,838,288	582,563,831	585,229,093
-	-	-	-	147,098,400	147,098,400	-	-
-	-	-	-	47,934,850	47,934,850	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
6,078,222,551	10,100,195,649	4,096,186,963	5,750,898,719	751,302,408	746,284,738	817,471,271	812,043,533
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	-	6,000,000			-	1,500,000	
	-	-			-	-	
	200,000	200,000			1,400,000	1,400,000	
	26,711,299	-			-	-	
	26,911,299	6,200,000			1,400,000	2,900,000	
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	72,964,333	32,355,067			2,454,234	259,187,774	
	5,829,281	3,592,639			-	-	
	101,054,054	108,719,161			-	-	
	386,357,090	152,483,289			21,490,257	11,498,740	
	-	-			-	-	
	-	-			-	-	
	-	-			-	-	
	4,584,657	4,836			7,740,697	6,700,378	
	-	-			-	-	
	2,251,984	6,637,422			-	-	
	573,041,399	303,792,414			31,685,188	277,386,892	
	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees			Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	
	4,241	183,664			164	209,106	
	14,120,087	8,451,935			14,589,802	11,772,452	
	1,933,753	-			50,977,845	143,516,772	
	16,058,081	8,635,599			65,567,811	155,498,330	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

		DSP MERRILL LYNCH TOP100 EQUITY FUND (TEF)			
		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
		Cost	Market/Fair value	Cost	Market/Fair value
4 INVESTMENTS					
	Equity Shares				
	Listed or awaiting listing	998,287,526	1,340,344,337	666,713,777	827,293,713
	Unlisted	-	-	-	-
	Preference Shares				
	Listed or awaiting listing	-	-	-	-
	Government Securities	-	-	-	-
	Bonds & Debentures				
	Listed or awaiting listing	-	-	-	-
	Private placement / unlisted	-	-	-	-
	Commercial Papers (CP)	-	-	-	-
	Certificate of Deposits (CD)	-	-	-	-
	Treasury Bills (T bills)	-	-	-	-
	Bills Rediscounting (BRDS)	-	-	-	-
		998,287,526	1,340,344,337	666,713,777	827,293,713
5 DEPOSITS			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	Money at call with :				
	- Institutions		-	2,000,000	
	Fixed Deposits with Scheduled Banks		-	-	
	Margin money with The Clearing Corporation of India Ltd. (CCIL)		-	-	
	Initial Margin money for equity derivatives		9,142,371	-	
			9,142,371	2,000,000	
6 OTHER CURRENT ASSETS			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	Balances with banks in current account		217,680,324	3,293,412	
	Receivable for units switch in		14,351,801	28,771	
	Contracts for sale of investments		-	13,625,916	
	Collateralised lending (reverse repurchase transactions)		22,991,495	14,498,411	
	Initial margin money utilised for equity derivatives		-	-	
	Marked-to-market margin for equity derivatives		-	-	
	Share Application Money		-	-	
	Outstanding and accrued income		402,714	672	
	Tax deducted at source		10,555	10,555	
	Other receivable		1,206	342,002	
			255,438,095	31,799,739	
7 INTEREST			Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	
	Call and term deposits		2,770	22,873	
	Collateralised lending (reverse repurchase transactions)		1,440,316	1,406,401	
	Securities and fixed deposits		69,511	-	
			1,512,597	1,429,274	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH SAVINGS PLUS FUND - MODERATE (SPF-M)				DSP MERRILL LYNCH FLOATING RATE FUND (FRF)			
As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value
193,125,705	289,681,857	405,411,443	459,438,430	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	189,914,417	188,364,665	-	-	497,500,000	495,001,500
1,352,783,300	1,364,688,800	1,605,593,000	1,620,084,400	9,808,870,394	9,838,104,850	14,094,025,089	14,140,674,900
152,353,291	152,374,750	838,884,551	839,154,324	916,227,301	915,648,851	4,618,226,078	4,623,778,180
-	-	-	-	-	-	776,215,745	776,215,745
-	-	-	-	659,659,896	659,659,896	1,312,561,260	1,312,561,260
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,698,262,296	1,806,745,407	3,039,803,411	3,107,041,819	11,384,757,591	11,413,413,597	21,298,528,172	21,348,231,585
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	-	3,500,000			-	5,500,000	
	-	-			-	500,000,000	
	400,000	400,000			250,000	250,000	
	-	-			-	-	
	400,000	3,900,000			250,000	505,750,000	
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	10,890,819	8,437,928			12,181,159	8,068,360	
	1,386,791	5,050,000			12,018,187	7,535,605	
	-	-			-	-	
	109,959,323	120,965,599			65,470,337	341,562,136	
	-	-			-	-	
	-	-			-	-	
	-	-			-	-	
	14,475,387	23,857,846			159,271,950	277,883,097	
	6,966	6,966			-	-	
	-	1,172,856			-	-	
	136,719,286	159,491,195			248,941,633	635,049,198	
	Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees			Year ended 31.03.2006 Rupees	Year ended 31.03.2005 Rupees	
	384	157,564			1,020,123	7,195,319	
	8,368,990	11,253,066			76,834,679	76,896,240	
	112,190,717	247,461,768			1,447,816,127	890,432,464	
	120,560,091	258,872,398			1,525,670,929	974,524,023	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH SAVINGS PLUS FUND-CONSERVATIVE (SPF-C)				
	As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
	Cost	Market/Fair value	Cost	Market/Fair value
	4 INVESTMENTS			
Equity Shares				
Listed or awaiting listing	7,367,521	9,500,393	13,721,294	15,452,611
Unlisted	-	-	-	-
Preference Shares				
Listed or awaiting listing	-	-	-	-
Government Securities	-	-	49,757,500	49,500,150
Bonds & Debentures				
Listed or awaiting listing	50,000,000	50,000,000	50,000,000	50,000,000
Private placement / unlisted	27,837,305	27,842,620	89,262,206	89,378,830
Commercial Papers (CP)	-	-	-	-
Certificate of Deposits (CD)	-	-	-	-
Treasury Bills (T bills)	-	-	-	-
Bills Rediscounting (BRDS)	-	-	-	-
	85,204,826	87,343,013	202,741,000	204,331,591
5 DEPOSITS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Money at call with :				
- Institutions		-	1,000,000	
Fixed Deposits with Scheduled Banks		-	-	
Margin money with The Clearing Corporation of India Ltd. (CCIL)		-	-	
Initial Margin money for equity derivatives		-	-	
		-	1,000,000	
6 OTHER CURRENT ASSETS		As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
Balances with banks in current account		880,191	4,195,851	
Receivable for units switch in		-	-	
Contracts for sale of investments		-	-	
Collateralised lending (reverse repurchase transactions)		39,985,213	14,995,070	
Initial margin money utilised for equity derivatives		-	-	
Marked-to-market margin for equity derivatives		-	-	
Share Application Money		-	-	
Outstanding and accrued income		963,807	1,858,307	
Tax deducted at source		-	-	
Other receivable		-	-	
		41,829,211	21,049,228	
7 INTEREST		Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees	
Call and term deposits		110	41,432	
Collateralised lending (reverse repurchase transactions)		1,340,994	2,515,302	
Securities and fixed deposits		4,396,278	10,470,249	
		5,737,382	13,026,983	

**DSP MERRILL LYNCH MUTUAL FUND SCHEDULES FORMING PART OF THE ACCOUNTS
 FOR THE YEAR ENDED MARCH 31, 2006**

DSP MERRILL LYNCH SAVINGS PLUS FUND-AGGRESSIVE (SPF-A)				DSP MERRILL LYNCH INDIA T.I.G.E.R. FUND (THE INFRASTRUCTURE GROWTH AND ECONOMIC REFORMS FUND) (ITF)			
As at 31.03.2006 Rupees		As at 31.03.2005 Rupees		As at 31.03.2006 Rupees		As at 31.03.2005 Rupees	
Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value	Cost	Market/Fair value
73,233,045	95,802,341	64,131,668	70,102,671	5,257,851,494	7,520,549,706	2,167,000,619	2,528,533,482
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	49,757,500	49,500,150	-	-	-	-
150,000,000	150,482,650	100,000,000	100,415,350	-	-	-	-
77,333,653	77,375,270	89,262,205	89,378,830	-	-	-	-
49,296,377	49,296,377	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
349,863,075	372,956,638	303,151,373	309,397,001	5,257,851,494	7,520,549,706	2,167,000,619	2,528,533,482
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	-	1,000,000			-	17,000,000	
	-	-			-	-	
	-	-			-	-	
	-	-			27,276,789	-	
	-	1,000,000			27,276,789	17,000,000	
	As at 31.03.2006 Rupees	As at 31.03.2005 Rupees			As at 31.03.2006 Rupees	As at 31.03.2005 Rupees	
	5,089,598	1,164,516			143,394,287	58,773,410	
	-	60,042			6,049,511	11,143,063	
	-	-			146,402,584	9,909,937	
	69,474,313	53,493,200			297,390,027	273,959,640	
	-	-			-	-	
	-	-			-	-	
	-	-			-	-	
	5,554,516	2,821,796			3,386,145	2,522,493	
	-	-			-	-	
	12,365,700	-			569,431	-	
	92,484,127	57,539,554			597,191,985	356,308,543	
	Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees			Year ended 31.03.2006 Rupees	Period ended 31.03.2005 Rupees	
	110	49,411			9,130	123,034	
	4,325,734	2,390,437			12,976,296	5,773,305	
	9,401,925	9,704,646			666,683	4,489,552	
	13,727,769	12,144,494			13,652,109	10,385,891	

DSP MERRILL LYNCH MUTUAL FUND

Schedules forming part of the Balance Sheet as at March 31, 2006 and the Revenue Account for the year / period ended March 31, 2006.

Schedule 8: NOTES TO ACCOUNTS

1 Organisation

In conformity with Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 (the Regulations), DSP Merrill Lynch Fund Managers Limited has been set up to act as the Asset Management Company (AMC) to DSP Merrill Lynch Mutual Fund (Fund). In terms of the Investment Management Agreement (IMA) dated December 16, 1996, entered into between DSP Merrill Lynch Trustee Company Private Limited (Trustee) and the AMC, the AMC has been appointed as the Investment Manager to the Schemes of the Fund. On March 23, 2006 DSP Merrill Lynch Limited (DSPML) has transferred its 60% of shareholding in AMC to Mr. Hemendra Kothari along with HMK Investment Private Limited and ADIKO Investment Private Limited.

The Schemes have been sponsored by DSP Merrill Lynch Limited (DSPML), with effect from March 23, 2006 HMK Investment Private Limited and ADIKO Investment Private Limited have also become sponsors.

Scheme Name	Date of Launch	NFO 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. 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.
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. 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.
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. 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.
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 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.

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

Note: All the above schemes are open ended.

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 Regulation 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) 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 Limited) 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.

In accordance with the Guidance Note on Accounting for Investments in the Financial Statements of Mutual Funds issued by the Institute of Chartered Accountants of India (pursuant to the Eleventh Schedule to the SEBI Regulations), the net unrealised gain or loss in the value of investments is determined separately for each category of investments. The change in the net unrealised loss, if any, between two balance sheet dates is recognised in the revenue account and the change in net unrealised gain, if any, is adjusted in an unrealised appreciation reserve. The loss on investments sold/ transferred during the year is charged to the revenue account instead of being first adjusted against the provision for depreciation, if already created in the prior year, as recommended by the Guidance Note. However, this departure from the Guidance Note does not have any net impact on the Scheme's net assets.

2.5 Equity Derivatives

- Initial Margin paid against equity derivatives is accounted as current assets.
- Open position of exchange traded equity derivatives (ETED) are marked-to-market on daily basis at the closing prices provided by the respective stock exchanges.
- Realised gain / loss on closure / expiry of ETED are accounted as realised gain / loss on investments.

2.6 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.

2.7 Expenses

All expenses are accounted for on accrual basis.

2.8 Contingent Deferred Sales Charge (CDSC) / Entry Load

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

2.9 Initial Public offer expenses

Initial Public offer expenses for SPF-A and SPF-C were borne by the AMC and for ITF in excess of 2% IPO load was borne by the AMC.

3 Change in Accounting Policy

During the current year the Fund has changed its basis for computation of Income Equalization Reserve. Unrealized depreciation in the value of investments as on the date of issue and redemption of units, hitherto, were not considered for the purpose of Income Equalisation Reserve. As a measure of prudent accounting policy the same has been considered for computation of Income Equalisation Reserve. This change in the

basis of computation of Income Equalization does not have an impact on net asset value of the schemes managed by the Fund.

Had the Fund continued to use the earlier basis of computation of income equalization reserve, the impact would have been as under:

	As per New Basis	As per Old Basis	Difference
BaF	(19,193,294)	(20,160,202)	966,908
BF	(4,364,439)	(6,413,269)	2,048,830
EF	(137,796,970)	(68,812,505)	(68,984,465)
FRF	(305,731,167)	(305,567,132)	(164,035)
GSFA	(3,315,179)	(3,338,044)	22,865
GSFB	479,850	495,046	(15,196)
LF	(202,587,234)	(200,419,598)	(2,167,636)
OF	271,826,179	271,779,243	46,936
SPF-A	3,880,513	3,877,204	3,309
SPF-C	(325,561)	(340,277)	14,717
SPF-M	(70,271,184)	(70,659,671)	388,487
STF	(20,051,869)	(22,350,543)	2,298,674
TF	(11,648,368)	(11,648,368)	-
ITF	234,828,057	238,997,137	(4,169,080)
TEF	113,810,406	113,806,380	4,026

4 Dividend Distribution

In EF and ITF income distribution during the previous financial year was made from the distributable surplus of previous year's earnings and accumulated reserves of earlier years.

5 Open position of ETED as at March 31, 2006 is as under:

Year	Scheme	Name of Stock Futures	No. of contracts	No. of units Long
2005-2006	EF	Sun Pharma	68	30,600
2004-2005	-	-	-	-

6 Institutional Plan was launched in LF on November 23, 2005 and FRF on October 18, 2005

7 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, 2006

Rupees

Segment	Scheme	Security	Face Value
CBLO	LF	91 DAY TBILL 2006	20,000,000
CBLO	GSFA	182 DAY TBILL 2006	70,000,000
SGF	LF	91 DAY TBILL 2006	80,000,000
SGF	LF	182 DAY TBILL 2006	20,000,000
SGF	GSFA	08.07% GSE 2017	50,000,000

8 Investments

- Investments of the Schemes are registered in the name of the Trustees for the benefits of the Schemes Unitholders.
- 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).
 - Investment in Companies includes investment in subsidiaries.
 - Purchases represents purchases (including derivatives transactions and inter scheme transactions) made during the period prescribed under Regulation 25(11).
 - Value represents closing market value of investments as of March 31, 2006

Rupees in Crores

Companies	Investment by Schemes		BaF	BF	EF	FRF	ITF	LF	OF	SPF-A	SPF-C	SPF-M	STF	TEF	TF
Bank of Baroda	LF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	1.46	-	2.29	-	-	-	-	0.29	0.05	1.50	-	-	-
Bharti Televentures Limited	STF	Values	5.34	-	14.87	-	25.39	-	30.00	0.74	0.04	2.89	-	2.93	1.13
		Purchases	9.81	-	14.41	-	38.70	-	31.89	1.07	0.10	5.23	-	6.90	-
Financial Technologies India Limited	SPF - C	Values	-	-	-	-	-	-	-	-	-	-	-	-	0.73
		Purchases	-	-	-	-	-	-	-	-	-	-	-	-	0.24
HCL Technologies Limited	BF, STF	Values	1.56	-	7.97	-	-	-	14.48	-	-	-	-	9.43	1.18
		Purchases	1.51	-	13.57	-	-	-	18.03	-	-	-	-	9.27	0.05
HDFC Bank Limited	FRF	Values	-	-	7.84	47.07	-	317.45	-	-	-	-	-	-	-
		Purchases	2.55	-	8.73	47.07	9.64	270.09	-	1.09	-	5.87	-	-	-
HDFC Limited	LF	Values	45.02	5.00	-	331.02	14.89	102.51	-	5.00	-	25.11	-	-	-
		Purchases	40.00	19.95	-	495.47	14.26	670.73	-	5.00	-	-	25.00	-	-
Hero Honda Limited	SPF-M, FRF, LF, STF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	-	-	-	-	-	-	4.91	-	-	-	-	3.47	-
Hindalco Limited	FRF	Values	3.42	-	5.81	-	4.88	-	13.00	-	-	-	-	4.06	-
		Purchases	3.06	-	9.28	-	4.68	-	4.75	-	-	-	-	2.05	-
Hindustan Lever Limited	LF	Values	6.90	-	17.72	-	-	-	35.65	-	-	-	-	6.57	-
		Purchases	5.99	-	15.03	-	-	-	36.80	-	-	-	-	6.90	-
Hindustan Zinc Limited	STF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	-	-	1.63	-	2.48	-	-	-	-	-	-	-	-
ICICI Bank Limited	LF, SPF - C	Values	4.33	4.91	9.46	-	9.88	627.74	16.83	-	-	-	-	4.13	-
		Purchases	12.71	5.00	33.13	183.31	120.64	2,015.88	43.53	2.46	0.14	11.65	56.89	23.52	-
IDBI	OF, FRF, LF, SPF - C, STF	Values	25.85	10.40	-	148.21	-	225.21	-	-	-	36.04	-	-	-
		Purchases	6.49	-	-	157.05	-	325.00	-	0.94	0.15	5.77	14.82	-	-

Rupees in Crores

Companies	Investment by Schemes		BaF	BF	EF	FRF	ITF	LF	OF	SPF-A	SPF-C	SPF-M	STF	TEF	TF
IDFC Limited	EF, STF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	0.46	-	3.68	-	4.06	-	1.20	0.06	0.03	0.55	-	0.50	-
Indian Overseas Bank	ITF	Values	-	-	5.87	-	-	-	-	-	-	-	-	0.30	-
		Purchases	-	-	-	-	3.33	-	-	-	-	-	-	-	-
Infosys Technologies Limited	LF	Values	9.75	-	20.85	-	-	-	38.16	0.95	0.14	1.59	-	6.40	4.88
		Purchases	13.42	-	24.90	-	-	-	37.35	1.15	0.18	8.93	-	7.25	-
IPCL Limited	LF	Values	-	-	-	-	-	-	4.98	-	-	-	-	0.65	-
		Purchases	2.47	-	4.38	-	-	-	13.57	-	-	-	-	3.44	-
ITC Limited	FRF, LF, STF	Values	5.26	-	10.48	-	-	-	25.02	0.93	0.12	3.56	-	7.55	-
		Purchases	2.67	-	3.40	-	-	-	11.52	1.14	0.14	5.01	-	5.41	-
Jet Airways Limited	LF	Values	-	-	-	-	6.19	-	-	-	-	-	-	-	-
		Purchases	-	-	-	-	23.43	-	-	-	-	-	-	0.82	-
Larsen & Toubro Limited	TEF	Values	5.96	-	15.32	25.00	27.86	-	24.96	0.34	0.06	0.39	-	6.38	-
		Purchases	4.98	-	9.76	25.00	18.68	44.79	15.32	0.89	0.19	4.84	-	4.17	-
Maruti Udyog Limited	LF, FRF	Values	-	-	-	-	-	-	-	-	-	-	-	1.23	-
		Purchases	-	-	-	-	-	-	10.28	0.34	0.08	-	-	3.33	-
Punjab National Bank	ITF, STF	Values	5.17	-	-	-	6.85	450.00	17.64	-	-	-	-	-	-
		Purchases	3.61	-	1.08	25.00	4.24	519.28	12.64	0.10	-	-	-	2.51	-
Reliance Industries Limited	LF	Values	4.89	-	16.15	10.11	47.01	-	51.49	1.93	0.22	4.47	-	5.66	-
		Purchases	7.85	30.90	23.26	-	58.32	-	57.75	4.70	0.52	11.82	-	6.49	-
State Bank of India	EF, ITF	Values	7.01	-	15.05	-	16.35	207.54	35.13	-	-	-	4.79	4.76	-
		Purchases	1.86	-	7.04	23.60	6.90	355.44	13.83	0.10	-	-	4.79	0.56	-
Tata Consultancy Services Limited	STF	Values	5.60	-	10.72	-	-	-	23.89	0.95	0.14	2.23	-	1.76	3.07
		Purchases	2.75	-	12.18	-	-	-	10.06	0.50	0.04	1.83	-	2.58	0.34
Tata Iron And Steel Company Limited	LF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	-	-	4.40	-	4.20	-	8.52	-	-	-	-	0.92	-
Tata Motors Limited	FRF, STF, SPF - M	Values	5.93	-	21.78	-	11.78	-	27.71	0.28	0.03	1.12	-	7.65	-
		Purchases	-	-	-	-	3.52	-	3.18	-	-	-	-	2.25	-
Tata Power Company Limited	LF	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	-	-	-	-	-	-	-	-	-	-	-	0.77	-
The Bombay Dyeing & Mfg. Co. Limited	GSFA	Values	-	-	-	-	-	-	-	-	-	-	-	-	-
		Purchases	-	-	-	-	-	10.00	-	-	-	-	-	-	-
UCO Bank	STF	Values	-	-	-	18.89	-	183.38	-	-	-	-	-	-	-
		Purchases	-	-	-	43.13	-	858.42	-	-	-	-	19.39	-	-
Union Bank of India	FRF, SPF - A	Values	2.63	-	-	-	-	100.00	-	-	-	-	-	-	-
		Purchases	1.84	-	0.51	-	-	-	-	-	-	-	-	-	-
Wipro Limited	LF	Values	4.23	-	-	-	-	-	3.64	-	-	-	-	1.02	2.40
		Purchases	4.70	-	-	-	-	-	-	-	-	-	-	-	-

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 fixed income instruments issued by the aforesaid companies would yield attractive returns commensurate with the risks associated with the issuer.

9 Investment Management and Trusteeship fees

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

SCHEMES (Average rate in percentage per annum on daily average net assets)																
BF	EF	LF *	LF **	BaF	GSFA	GSFB	TF	OF	STF	TEF	SPF - M	FRF *	FRF **	SPF-C	SPF-A	ITF
1.24	1.09	0.28	0.27	1.09	0.55	0.18	0.94	1.03	0.35	1.25	1.00	0.31	0.20	0.75	1.00	1.06

* Retail Plan, ** Institutional Plan

The Fund has accrued trusteeship fees aggregating Rs. 2,755,000 (previous year Rs. 1,051,000) for the year ended March 31, 2006 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.

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

Name of Associate: DSP Merrill Lynch Limited

Scheme Name	Rupees					
	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	
	2005-2006	2004-2005	2005-2006	2004-2005	2005-2006	2004-2005
BF	50,000,000	-	-	-	1,653,049	5,600,540
EF	95,079,874	38,431,500	1,020,918	173,891	7,197,481	2,216,982
LF	2,650,000,000	2,150,000,000	-	-	5,371,740	8,926,688
BaF	90,842,708	62,667,850	526,983	490,024	6,392,644	7,065,034
GSFA	-	-	-	-	107,652	339,778
GSFB	-	-	-	-	186,254	178,331
TF	-	3,831,800	20,082	57,402	622,780	677,660
OF	182,424,217	203,998,450	1,662,354	2,301,492	9,053,755	7,541,991
STF	200,000,000	-	-	-	1,041,684	2,215,373
TEF	32,602,132	33,478,950	246,768	424,770	1,612,391	1,817,572
SPF-M	29,063,648	125,764,150	196,251	677,365	4,373,106	13,411,613
FRF	1,400,000,000	2,000,000,000	-	-	10,698,985	9,388,414
SPF-C	953,747	5,926,000	2,007	2,561	151,784	293,826
SPF-A	5,011,676	10,065,650	17,900	6,807	551,183	852,342
ITF	173,111,111	32,583,210	1,672,755	1,076,697	4,990,299	6,974,386

Note: Brokerage on distribution and sale of units paid / payable represents the amount paid / payable for the year and does not necessarily reflect the amount charged to the Scheme's revenue account.

11 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)		Sale (Rupees)	
	2005-2006	2004-2005	2005-2006	2004-2005
	BF	4,690,412,900	9,671,290,568	5,109,575,587
EF	5,853,602,821	942,995,182	3,754,528,084	676,871,080
LF	135,860,778,490	63,191,249,714	101,567,777,847	67,543,497,243
BaF	3,513,546,109	2,499,455,239	3,740,343,177	1,544,441,135
GSFA	5,035,053,050	6,308,143,370	5,005,795,540	7,196,111,700
GSFB	728,751,750	513,817,880	872,060,550	494,909,018
TF	114,177,443	214,455,191	214,408,252	288,588,512
OF	8,874,785,440	5,107,053,961	9,226,465,007	6,687,574,346
STF	6,451,701,668	4,378,261,637	6,339,264,949	7,784,002,405
TEF	2,017,491,314	1,027,096,513	1,993,009,679	1,668,768,126
SPF-M	3,430,076,418	7,669,399,980	4,475,574,915	10,327,828,059
FRF	42,644,050,806	68,547,746,350	50,786,202,382	49,243,278,181
SPF-C	20,346,914	814,352,921	94,129,918	610,569,877
SPF-A	566,995,432	756,215,803	525,997,477	461,997,627
ITF	9,605,529,819	4,301,646,436	7,616,837,685	2,341,750,795

Scheme	Purchase as a % to average daily net assets		Sale as % to average daily net assets	
	2005-2006	2004-2005	2005-2006	2004-2005
	BF	532.43%	260.52%	580.01%
EF	203.64%	115.36%	130.61%	82.81%
LF	572.49%	359.11%	427.99%	383.84%
BaF	131.34%	149.83%	139.82%	92.58%
GSFA	1160.53%	853.14%	1153.78%	973.24%
GSFB	473.81%	406.31%	566.99%	391.36%
TF	42.86%	81.64%	80.48%	109.86%

Scheme	Purchase as a % to average daily net assets		Sale as % to average daily net assets	
	2005-2006	2004-2005	2005-2006	2004-2005
	OF	122.66%	82.60%	127.52%
STF	386.48%	135.50%	379.75%	240.90%
TEF	249.22%	96.38%	246.19%	156.60%
SPF-M	133.83%	142.39%	174.62%	191.75%
FRF	165.95%	388.53%	197.64%	279.11%
SPF-C	13.84%	223.14%	64.03%	167.30%
SPF-A	162.15%	199.08%	150.43%	121.62%
ITF	234.81%	233.97%	186.20%	127.37%

Annual Report 2005-2006

12 Distributable Surplus:

2005-2006

Rupees

Scheme Name	Net Income as per Revenue Account	Add: Balance of undistributed income as at the beginning of the year	Less: Distributed to unitholders & distribution Tax	Balance Distributable income
BF	28,945,713	5,127,061,250	4,042,177	5,151,964,786
EF	505,024,321	203,300,318	1,094,359,012	386,034,373
LF	1,201,948,590	886,798,969	889,381,580	1,199,365,979
BaF	607,586,429	152,700,221	-	760,286,650
GSFA	16,972,482	426,124,635	4,700,693	438,396,424
GSFB	8,372,709	83,653,807	1,815,337	90,211,179
TF	79,973,968	161,327,095	-	81,353,127
OF	2,585,626,049	982,453,973	1,375,405,412	2,192,674,610
STF	65,163,490	200,175,130	33,210,860	232,127,760
TEF	426,110,203	185,366,000	-	611,476,203
SPF - M	191,353,266	470,304,769	65,484,660	596,173,375
FRF	1,115,150,823	436,150,594	855,538,958	695,762,459
SPF-C	10,445,760	7,082,164	3,461,453	14,066,471
SPF-A	40,682,390	11,969,160	23,097,799	29,553,751
ITF	1,355,039,294	271,745,018	1,397,129,049	229,655,263

2004-2005

Rupees

Scheme Name	Net Income as per Revenue Account	Add: Balance of undistributed income as at the beginning of the year	Less: Distributed to unitholders & distribution tax	Balance Distributable income
BF	(1,145,636)	5,128,203,665	(3,221)	5,127,061,250
EF	189,457,720	13,749,994	(92,604)	203,300,318
LF	759,020,492	606,987,214	479,208,737	886,798,969
BaF	247,166,706	173,382,758	267,849,243	152,700,221
GSFA	3,877,633	422,247,307	305	426,124,635
GSFB	5,243,519	79,935,254	1,524,966	83,653,807
TF	55,031,889	(216,358,984)	-	161,327,095
OF	765,899,882	849,360,825	632,806,734	982,453,973
STF	63,624,508	186,913,128	50,362,506	200,175,130
TEF	193,597,914	149,230,200	157,462,114	185,366,000
SPF-M	206,834,155	342,805,918	79,335,304	470,304,769
FRF	922,016,485	65,943,517	551,809,408	436,150,594
ITF	-	271,745,018	-	271,745,018
SPF-A	-	25,003,981	13,034,821	11,969,160
SPF-C	-	12,804,296	5,722,132	7,082,164

f. Schemes of DSP Merrill Lynch Mutual Fund managed by DSP Merrill Lynch Fund Managers Limited

2005-2006

Rupees

Nature of Transaction	EF	LF	BaF	OF	FRF	ITF	Total
Management fees	31,244,272	65,527,664	29,250,461	74,849,906	77,793,316	43,405,717	322,071,336
Brokerage on unit distribution	7,197,481	5,371,740	6,392,644	9,053,755	10,698,985	4,990,299	43,704,904
Marketing & advertisement expenses	68,000	2,000	15,500	30,500	2,000	68,000	186,000
Brokerage on secondary market equity trades	1,020,918	-	526,983	1,662,354	-	1,672,755	4,883,010
Trustee fee	95,800	689,450	105,800	273,500	1,050,550	145,100	2,360,200
Value of units purchased							
AMC	-	329,876,889	-	-	114,215,635	-	444,092,524
Associate: DSPMLCL	-	1,681,503,768	-	-	-	-	1,681,503,768
ADIKO Investments Pvt. Ltd.	-	470,443,990	-	-	-	-	470,443,990
HMK Investments Pvt. Ltd.	-	460,434,681	-	-	-	-	460,434,681
Mr. Naganath Sundaresan	143,778	-	-	125,000	-	130,000	398,778
Mr. Sujoy Das	-	504,112	-	-	-	-	504,112

13 Segment Information

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

14 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 Equity Fund
- DSP Merrill Lynch Liquidity Fund
- DSP Merrill Lynch Balanced Fund
- DSP Merrill Lynch Opportunities Fund
- DSP Merrill Lynch Floating Rate Fund
- DSP Merrill Lynch India T.I.G.E.R. (The Infrastructure Growth and Economic Reforms Fund)

The following are the related parties by control:

- DSP Merrill Lynch Fund Managers Limited (AMC)**
- DSP Merrill Lynch Trustee Company Private Limited (Trustee Company)**
- Key Management Personnel :**

- Mr. Alok Vajpeyi – President (upto January 31, 2005)
 - Mr. Naganath Sundaresan – President & Chief Investment Officer
 - Mr. Dhawal Dalal – Fund Manager (FRF)
 - Mr. Sujoy Kr. Das – Fund Manager (LF)
 - Mr. Anup Maheshwari – Fund Manager (EF, BaF, OF, ITF) (upto December 16, 2005)
 - Mr. Soumendranath Lahiri- Fund Manager (ITF)
 - Mr. Pankaj Sharma – Risk Manager
- Relatives of Key Management Personnel :**
 - Priyamvada Naganath (wife of Mr. Naganath Sundaresan)
 - Associates**
 - DSP Merrill Lynch Ltd. (DSPML)
 - DSP Merrill Lynch Capital Limited (DSPMLCL)
 - HMK Investment Private Limited
 - ADIKO Investment Private Limited

Mr. Dhawal P. Dalal	-	303,060	-	-	-	-	303,060
Mr. Pankaj Sharma	22,773	2,000,000	-	12,000	-	16,500	2,051,273
Value of units redeemed							
AMC	-	354,156,149	-	-	203,574,406	-	557,730,555
Associate: DSPMLCL	-	1,517,222,628	-	-	-	-	1,517,222,628
Mrs. Priyamvada Naganath	-	-	762,022	-	-	1,752,941	2,514,963
Mr. Sujoy Das	-	400,000	-	-	-	-	400,000
Mr. Pankaj Sharma	-	500,000	-	2,004,008	-	-	2,504,008
Dividend declared by the Scheme							
AMC	-	2,175,914	-	-	2,519,768	-	4,695,682
ADIKO Investments Pvt. Ltd.	-	443,990	-	-	239	-	444,229
HMK Investments Pvt. Ltd.	-	434,681	-	-	239	-	434,920
Mr. Naganath Sundaresan	8,778	-	-	-	-	-	8,778
Mrs. Priyamvada Naganath	-	-	-	-	-	176,471	176,471
Mr. Sujoy Das	-	4,112	-	-	-	-	4,112
Mr. Dhawal P. Dalal	-	3,060	-	-	-	-	3,060
Mr. Pankaj Sharma	1,773	-	-	-	-	-	1,773
Year-end outstanding units value							
Associate: DSPMLCL	-	166,601,360	-	-	-	-	166,601,360
ADIKO Investments Pvt. Ltd.	-	470,493,912	-	-	146,268	4,075,468	474,715,648
HMK Investments Pvt. Ltd.	-	460,454,364	-	-	146,268	2,693,215	463,293,847
Mr. Naganath Sundaresan	155,529	-	-	143,499	-	151,501	450,529
Mr. Sujoy Das	-	104,112	-	-	-	-	104,112
Mr. Dhawal P. Dalal	-	303,060	-	-	-	-	303,060
Mr. Pankaj Sharma	25,119	1,550,119	-	1,986,773	-	288,419	3,850,430
Mr. Anup Maheshwari	-	-	-	78,793	-	-	78,793
Year-end other payables							
AMC	4,427,633	13,560,477	2,816,150	8,157,578	4,041,428	5,833,022	38,836,288
Associate: DSPML	439,511	624,292	828,548	1,023,120	541,096	551,123	4,007,690

2004-2005
Rupees

Nature of Transaction	EF	LF	BaF	OF	FRF	ITF	Total
Management fees	10,136,171	45,761,904	19,181,619	64,330,262	64,838,690	16,593,319	220,841,965
Brokerage on unit distribution	2,216,982	8,926,688	7,065,034	7,541,991	9,388,414	6,974,387	42,113,496
Brokerage on secondary market equity trades	173,891	-	490,024	2,301,492	-	1,076,697	4,042,104
Trustee fee	14,524	352,146	25,064	114,829	195,095	15,171	716,829
Call and Repo lending (Interest received) Associate: DSPML	-	454,537,050 (interest recd. 51,058)	-	-	491,377,950 (interest recd. 55,196)	-	945,915,000 (interest recd. 106,254)
Value of units purchased							
AMC	-	220,198,834	-	-	97,452,965	-	317,651,799
Associate: DSPML	-	288,724,112	-	-	554,250,630	-	842,974,742
Mr. Alok Vajpeyi	-	-	-	2,000,000	-	5,082,500	7,082,500
Mrs. Priyamvada Naganath	-	-	-	-	-	1,200,000	1,200,000
Mr. Pankaj Sharma	-	-	-	200,000	-	100,000	300,000
Value of units redeemed							
AMC	-	265,573,970	-	-	18,850,758	-	284,424,728
Associate: DSPML	-	540,370,849	-	-	764,746,383	-	1,305,117,232
Mr. Alok Vajpeyi	-	-	-	2,700,331	-	5,771,428	8,471,759
Mr. Naganath Sundaresan	-	-	-	2,569,846	-	-	2,569,846
Dividend declared by the Scheme							
AMC	-	2,698,834	-	-	4,157,452	-	6,856,286
Associate: DSPML	-	7,474,113	-	-	4,250,630	-	11,724,743
Mr. Naganath Sundaresan	-	-	-	203,252	-	-	203,252
Mrs. Priyamvada Naganath	-	-	109,675	-	-	-	109,675
Year-end outstanding units value							
AMC	-	22,885,021	-	-	88,607,530	-	111,492,551
Mr. Naganath Sundaresan	-	-	-	1,438,211	-	-	1,438,211

Rupees

Mrs. Priyamvada Naganath	-	-	681,841	-	-	1,622,294	2,304,135
Mr. Pankaj Sharma	-	-	-	2,561,874	-	135,191	2,697,065
Mr. Anup Maheshwari	-	-	-	42,887	-	-	42,887
Year-end other payables							
AMC	1,210,342	488,323	2,086,422	5,271,255	8,130,039	2,241,259	19,427,640
Associate: DSPML	485,882	400,285	828,398	595,959	932,398	373,458	3,616,380
Trustee Company	1,160	10,658	2,051	5,240	19,708	2,437	41,254

Note:

- Management Fees is paid to DSP Merrill Lynch Fund Managers Limited (AMC)
- Brokerage on unit distribution / secondary market equity trades and Marketing & advertisement expenses are paid to associate, DSPML
- Payment of Brokerage on unit distribution is made by the AMC and the year end balance is reflected in the books of the AMC
- Trustee fee is paid to Trustee Company
- Value of units purchases / redeemed are at transacted NAV
- Year end outstanding units value are at last declared NAV

INTERSCHEME TRANSACTIONS

Rupees

Scheme	Transaction	Scheme acting as counter party	2005-2006	2004-2005
BaF	Purchase	BF	49,586,341	50,217,250
BaF	Purchase	LF	250,000,000	250,185,750
BaF	Purchase	STF	199,435,400	-
BaF	Purchase	FRF	306,776,250	252,688,300
BaF	Purchase	FTP Series 1	148,356,314	-
LF	Purchase	BaF	480,539,111	-
LF	Purchase	BF	99,502,706	451,169,600
LF	Purchase	FRF	7,689,958,258	1,546,204,030
LF	Purchase	SPF-M	619,889,640	445,445,073
LF	Purchase	STF	586,128,181	201,785,500
LF	Purchase	FTP Series 1	348,859,517	-
LF	Purchase	FTP Series 1A	1,749,464,690	-
LF	Purchase	ITF	197,851,904	-
LF	Sell	BF	-	448,558,483
LF	Sell	STF	496,744,302	250,700,000
LF	Sell	SPF-M	-	890,627,649
LF	Sell	FRF	2,546,129,011	8,250,284,669
LF	Sell	SPF-A	-	99,209,640
LF	Sell	SPF-C	-	99,211,690
LF	Sell	FTP Series 1	831,177,378	-
LF	Sell	FTP Series 1A	2,117,651,828	-
FRF	Purchase	BF	250,189,890	45,179,700
FRF	Purchase	SPF-C	13,566,686	100,470,000
FRF	Purchase	SPF-M	50,311,000	798,536,560
FRF	Purchase	STF	648,882,859	2,368,662,541
FRF	Purchase	SPF-A	37,441,692	-
FRF	Purchase	EF	104,298,800	-
FRF	Purchase	OF	208,597,600	-
FRF	Sell	BF	204,528,100	154,032,450
FRF	Sell	STF	890,534,697	-

For S.R. Batliboi & Co.
Chartered Accountants

For DSP Merrill Lynch Trustee Company Private Limited

per Hemal Shah
Partner
Membership No. 42650

Shitin D. Desai
Chairman

S. S. Thakur
Director

Mumbai, April 27, 2006

Rupees

Scheme	Transaction	Scheme acting as counter party	2005-2006	2004-2005
FRF	Sell	SPF-M	946,634,274	-
FRF	Sell	SPF-A	98,742,600	-
FRF	Sell	FTP Series 1	250,000,000	-
FRF	Sell	FTP Series 1A	600,515,400	-
FRF	Sell	GSF-A	98,742,600	-
FRF	Sell	GSF-B	49,371,300	-
FRF	Sell	EF	104,458,400	-
FRF	Sell	OF	208,916,800	-
OF	Purchase	STF	49,428,150	-
ITF	Purchase	FTP Series 1	197,808,418	-

15 Prior Year Comparatives

Prior Year figures have been reclassified, wherever necessary, to conform to current years' presentation. In case of SPF-C, SPF-A and ITF figures of the previous year are from April 27, 2004 to March 31, 2005 and hence are not comparable with current year's figures.

16 Large holdings in any of the Schemes (over 25% of the NAV of the Scheme):

Scheme	No. of Investors	Percentage of holding
GSFB	1	36.76 %*

* Holding as of March 31, 2006. However, based on quarterly average net assets the investor's holding is less than 25% .

17 Contingent Liability:

Uncalled liability on Hindalco Limited rights shares in following schemes:

Scheme	No. of Shares	Amount in rupees
OF	226,791	16,328,952
TEF	35,856	2,581,632

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

For DSP Merrill Lynch Fund Managers Limited

Hemendra Kothari
Chairman

K. R. V. Subrahmanian
Director

Naganath Sundaresan
President & Chief Investment Officer
Fund Manager:
EF, BaF, TF, OF, TEF, SPF-M, SPF-C,
SPF-A and ITF

Dhawal Dalal
Fund Manager:
BF, GSFA, GSF-B and FRF

Sujoy Kr. Das
Fund Manager:
LF and STF

PERSPECTIVE HISTORICAL PER UNIT STATISTICS

		BF			EF			LF			
		As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06		As at 31-Mar-05	As at 31-Mar-04
a. Net assets value, at the end of the period	G	23.7890	22.9778	22.8567	-	-	-	Retail 17.1446	Institutional 1,022.0172	16.2093	15.4657
	DD	-	-	-	-	-	-	10.0100	1,000.2000	10.0100	10.0100
	WD	-	-	-	-	-	-	12.4024	1,000.3939	12.4108	12.4071
	MD	10.3401	10.2522	-	-	-	-	-	-	-	-
	QD / D	11.0305	10.8986	10.8407	38.94	28.90	20.80	-	-	-	-
b. Gross Income											
(i) Income other than profit on sale of investments		1.6590	2.8556	1.9463	0.27	0.41	0.22	0.3197		0.9898	0.3894
(ii) Income from profit / (loss) on inter scheme sales/transfer of investment		(0.0766)	0.0043	0.0812	-	-	-	0.0001		0.0031	(0.0023)
(iii) Income from profit / (loss) on sale of investment to third party		(0.1722)	(1.4582)	1.0076	4.73	2.89	2.89	0.0029		(0.0043)	(0.0170)
(iv) Transfer to revenue account from past year's reserve		0.1045	-	-	-	0.04	-	-		0.0039	0.0005
c. Aggregate of expenses, writeoff, amortisation and charges (excluding change in unrealised depreciation in investments)		0.5149	0.6859	0.4428	0.47	0.42	0.23	0.0220		0.0995	0.0365
d. Net Income (excluding change in unrealised depreciation in investments)		0.9998	0.7158	2.5923	4.53	2.92	2.88	0.3007		0.8930	0.3341
e. Unrealised appreciation / (depreciation) in value of investments		(0.1339)	(0.0610)	0.2675	11.26	4.97	2.91	0.0004		0.0063	(0.0026)
f. Redemption Price:											
Highest Price											
G		23.6894	22.8656	22.7196	38.94	-	-	17.1446	1022.0172	16.2093	15.4657
DD		-	-	-	-	-	-	10.0100	1000.2000	10.0261	10.0131
WD		-	-	-	-	-	-	12.4148	1001.3914	12.4308	12.4135
MD		10.3280	10.1907	-	-	-	-	-	-	-	-
QD / D		11.0360	10.8448	11.7429	-	30.68	28.28	-	-	-	-
Lowest Price											
G		22.8177	21.8712	20.9486	26.19	-	-	16.2116	1000.1628	15.4676	14.7228
DD		-	-	-	-	-	-	10.0100	1000.0750	10.0100	10.0004
WD		-	-	-	-	-	-	12.4000	1000.1628	12.4000	12.4000
MD		10.1817	9.7590	-	-	-	-	-	-	-	-
QD / D		10.8226	10.3736	10.7716	-	17.09	13.03	-	-	-	-
Purchase Price:											
Highest Price											
G		23.8324	23.0036	22.8567	39.82	-	-	17.1446	1022.0172	16.2093	15.4657
DD		-	-	-	-	-	-	10.0100	1,000.2000	10.0261	10.0131
WD		-	-	-	-	-	-	12.4148	1001.3914	12.4308	12.4135
MD		10.3903	10.2522	-	-	-	-	-	-	-	-
QD / D		11.1026	10.9103	11.8138	-	31.37	28.85	-	-	-	-
Lowest Price											
G		22.9554	22.0032	21.0750	26.78	-	-	16.2116	1000.1628	15.4676	14.7228
DD		-	-	-	-	-	-	10.0100	1000.0750	10.0100	10.0004
WD		-	-	-	-	-	-	12.4000	1000.1628	12.4000	12.4000
MD		10.2432	9.8179	-	-	-	-	-	-	-	-
QD / D		10.8879	10.4362	10.8366	-	17.43	13.29	-	-	-	-
g. Ratio of expenses to average daily net assets by percentage		2.06%	1.81%	1.69%	2.31%	2.37%	2.40%	0.46%	0.40%	0.51%	0.52%
h. Ratio of gross income to average daily net assets by percentage (excluding transfer to revenue account from past year's reserve but including unrealised appreciation / depreciation on investments).		5.10%	3.12%	11.84%	80.15%	46.20%	65.29%	6.37%		5.12%	5.26%

PERSPECTIVE HISTORICAL PER UNIT STATISTICS

BaF			GSFA			GSFB			TF		
As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04
34.08	22.19	18.10	22.2448	21.2689	21.2930	16.0168	15.2128	14.7153	17.91	10.88	7.39
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	10.0635	10.0596	10.1389	10.0157	-	-	-	-	-
23.88	15.54	14.79	11.3788	11.3130	11.3264	10.9055	10.8379	10.7540	17.91	10.88	7.39
0.63	0.40	0.39	1.3112	1.3362	1.4372	1.1984	0.6506	1.7525	0.15	0.17	0.10
-	-	-	-	-	-	-	-	-	-	-	-
4.55	1.26	2.71	0.0524	(1.1729)	1.1981	(0.3025)	(0.3090)	(0.7753)	5.67	2.92	1.32
-	0.01	0.05	-	-	-	0.0816	0.0408	0.4487	-	-	0.44
0.41	0.23	0.21	0.2555	0.2947	0.2794	0.0675	0.0699	0.1615	0.38	0.28	0.16
4.77	1.44	2.94	1.1081	(0.1314)	2.3559	0.9100	0.3125	1.2644	5.44	2.81	1.70
6.50	1.98	2.10	(0.1472)	(0.0172)	0.1528	-	(0.0579)	(0.0969)	8.44	4.16	2.01
33.65	22.72	18.61	22.2337	21.3922	21.4060	16.0168	15.2128	14.7153	18.00	11.08	8.52
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	10.1732	10.1861	10.1231	10.1123	-	-	-	-	-
23.58	17.29	15.21	11.5897	11.3791	12.7311	11.1521	11.0661	10.9776	18.00	11.08	8.52
21.30	16.35	9.97	21.0441	20.2834	19.3596	15.2212	14.7214	13.8558	9.93	6.66	3.85
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	9.9082	9.5938	9.9172	10.0016	-	-	-	-	-
14.92	13.36	8.93	11.1934	10.7890	11.2387	10.8439	10.7585	10.5253	9.93	6.66	3.85
34.08	23.01	18.85	22.3679	21.5213	21.5352	16.0168	15.2128	14.7153	18.41	11.33	8.69
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	10.2346	10.2476	10.1842	10.1123	-	-	-	-	-
23.88	17.51	15.40	11.6597	11.4478	12.8079	11.1521	11.0661	10.9776	18.41	11.33	8.69
21.57	16.56	10.10	21.1711	20.4058	19.4765	15.2212	14.7214	13.8558	10.15	6.79	3.93
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	9.9680	9.6517	9.9771	10.0016	-	-	-	-	-
15.11	13.53	9.04	11.2610	10.8541	11.3065	10.8439	10.7585	10.5253	10.15	6.79	3.93
2.03%	1.97%	2.06%	1.21%	1.22%	1.20%	0.38%	0.68%	0.86%	2.37%	2.49%	2.39%
57.37%	30.98%	51.81%	5.77%	0.60%	11.97%	5.05%	2.74%	4.66%	90.05%	65.43%	50.91%

PERSPECTIVE HISTORICAL PER UNIT STATISTICS

	OF			STF			TEF		
	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04
a. Net assets value, at the end of the period									
G	48.30	26.29	19.93	12.1679	11.5625	11.0971	48.05	26.68	21.96
DD	-	-	-	-	-	-	-	-	-
WD	-	-	-	10.1820	10.1627	10.1381	-	-	-
MD	-	-	-	10.3213	10.1902	10.0197	-	-	-
QD / D	26.65	17.69	15.33	10.4455	10.3078	10.1757	26.52	14.72	14.09
b. Gross Income									
(i) Income other than profit on sale of investments	0.33	0.48	0.20	0.9783	1.5325	0.9746	0.25	0.45	0.26
(ii) Income from profit / (loss) on inter scheme sales/transfer of investment	-	-	-	(0.1529)	(0.1277)	(0.0283)	-	-	-
(iii) Income from profit / (loss) on sale of investment to third party	6.79	2.62	3.68	0.6065	(0.0593)	0.1177	5.72	3.51	5.24
(iv) Transfer to revenue account from past year's reserve	-	-	-	0.0819	0.0246	0.0014	-	-	0.07
c. Aggregate of expenses, writeoff, amortisation and charges (excluding change in unrealised depreciation in investments)	0.45	0.42	0.20	0.2063	0.2293	0.1148	0.36	0.48	0.23
d. Net Income (excluding change in unrealised depreciation in investments)	6.67	2.68	3.68	1.3075	1.1408	0.9506	5.61	3.48	5.34
e. Unrealised appreciation / (depreciation) in value of investments	11.60	5.27	2.47	(0.0749)	(0.0535)	(0.0139)	6.14	3.03	1.78
f. Redemption Price:									
Highest Price									
G	48.30	28.02	21.45	12.1679	11.5625	11.0971	48.05	28.40	23.81
DD	-	-	-	-	-	-	-	-	-
WD	-	-	-	10.2000	10.1709	10.1381	-	-	-
MD	-	-	-	10.3733	10.2441	10.0197	-	-	-
QD / D	27.60	21.56	19.59	10.5392	10.5049	10.4733	26.52	15.98	18.42
Lowest Price									
G	25.08	16.88	8.22	11.5672	11.1018	10.4133	25.28	18.07	9.60
DD	-	-	-	-	-	-	-	-	-
WD	-	-	-	10.1550	10.1150	10.0019	-	-	-
MD	-	-	-	10.1942	10.0239	10.0011	-	-	-
QD / D	16.88	12.98	8.22	10.3119	10.1800	10.1521	13.95	11.59	9.60
Purchase Price:									
Highest Price									
G	49.39	28.65	21.88	12.1679	11.5625	11.0971	49.13	29.04	24.29
DD	-	-	-	-	-	-	-	-	-
WD	-	-	-	10.2000	10.1709	10.1381	-	-	-
MD	-	-	-	10.3733	10.2441	10.0197	-	-	-
QD / D	28.22	22.05	19.98	10.5392	10.5049	10.4733	27.12	16.34	18.79
Lowest Price									
G	25.64	17.22	8.38	11.5672	11.1018	10.4133	25.85	18.43	9.79
DD	-	-	-	-	-	-	-	-	-
WD	-	-	-	10.1550	10.1150	10.0019	-	-	-
MD	-	-	-	10.1942	10.0239	10.0011	-	-	-
QD / D	17.26	13.24	8.38	10.3119	10.1800	10.1521	14.26	11.82	9.79
g. Ratio of expenses to average daily net assets by percentage	2.14%	2.07%	2.15%	0.83%	0.72%	0.72%	2.44%	2.37%	2.34%
h. Ratio of gross income to average daily net assets by percentage (excluding transfer to revenue account from past year's reserve but including unrealised appreciation / depreciation on investments).	89.71%	42.44%	72.46%	5.45%	4.06%	6.55%	83.27%	34.80%	70.83%

PERSPECTIVE HISTORICAL PER UNIT STATISTICS

SPF - M			FRF				SPF - C	
As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06		As at 31-Mar-05	As at 31-Mar-04	As at 31-Mar-06	As at 31-Mar-05
			Retail	Institutional				
14.2004	12.5556	11.7466	11.5914	1,025.7663	10.9783	10.4406	11.3784	10.4979
-	-	-	10.0290	1,000.6000	10.0229	-	-	-
-	-	-	10.0301	1,000.7583	10.0354	10.0163	-	-
11.0449	10.6352	10.4106	-	-	-	-	10.2761	10.1037
11.0922	10.6672	10.4269	10.1396	-	10.0389	10.0048	10.2834	10.1060
0.8530	0.9963	0.2074	1.4066		0.4497	0.1642	0.5046	0.6142
0.0018	0.0082	-	0.0027		0.0035	(0.0035)	-	0.0152
1.2560	0.2760	0.2178	0.0593		-	(0.0085)	0.5758	0.4538
0.0105	0.0026	0.0017	0.0023		-	-	0.0220	-
0.3556	0.3745	0.0717	0.1604		0.0557	0.0200	0.1827	0.2973
1.7657	0.9086	0.3552	1.3105		0.3975	0.1322	0.9197	0.7859
0.7321	0.2469	0.0287	0.0264		0.0229	(0.0012)	0.1825	0.0733
14.1256	12.5733	11.7385	11.5914	1,025.7663	10.9783	10.4406	11.3183	10.4681
-	-	-	10.0290	1,000.6000	10.0255	-	-	-
-	-	-	10.0395	1,001.3512	10.0401	10.1264	-	-
11.0934	10.7220	10.6357	-	-	-	-	10.2598	10.1416
11.2893	10.8730	10.6736	10.2349	1,011.2749	10.1703	10.0150	10.3763	10.2434
12.4278	11.4927	9.8820	10.9805	1,000.1542	10.4419	10.0209	10.4223	9.9487
-	-	-	10.0220	999.9558	10.0000	-	-	-
-	-	-	10.0275	1,000.1500	10.0100	10.0018	-	-
10.5022	10.1006	9.8820	-	-	-	-	10.0160	9.9487
10.5587	10.2015	9.8820	10.0410	1,000.1515	10.0060	10.0047	10.0332	9.9487
14.2109	12.6492	11.8094	11.5914	1,025.7663	10.9783	10.4406	11.3866	10.5313
-	-	-	10.2900	1,000.6000	10.0255	-	-	-
-	-	-	10.0395	1,001.3512	10.0401	10.1264	-	-
11.1604	10.7867	10.6999	-	-	-	-	10.3217	10.2028
11.3574	10.9386	10.7380	10.2349	1,011.2749	10.1703	10.0150	10.4389	10.3052
12.5028	11.5621	9.9416	10.9805	1,000.1542	10.4419	10.0209	10.4852	10.0088
-	-	-	10.0220	999.9558	10.0000	-	-	-
-	-	-	10.0275	1,000.1500	10.0100	10.0018	-	-
10.5656	10.1616	9.9416	-	-	-	-	10.0765	10.0088
10.6224	10.2631	9.9416	10.0410	1,000.1515	10.0060	10.0047	10.0938	10.0088
2.06%	1.89%	2.00%	0.70%	0.48%	0.68%	0.71%	1.46%	2.22%
16.43%	7.72%	12.69%	6.31%		5.85%	5.11%	10.06%	6.88%

PERSPECTIVE HISTORICAL PER UNIT STATISTICS

	SPF - A		ITF	
	As at 31-Mar-06	As at 31-Mar-05	As at 31-Mar-06	As at 31-Mar-05
a. Net assets value, at the end of the period				
G	12.6953	10.9256	27.36	13.79
DD	-	-	-	-
WD	-	-	-	-
MD	10.6526	10.2263	-	-
QD / D	10.6754	10.2335	19.38	13.79
b. Gross Income				
(i) Income other than profit on sale of investments	0.3692	0.3909	0.16	0.16
(ii) Income from profit / (loss) on inter scheme sales/transfer of investment	-	-	-	-
(iii) Income from profit / (loss) on sale of investment to third party	0.7270	0.6286	3.01	1.01
(iv) Transfer to revenue account from past year's reserve	0.0064	-	-	-
c. Aggregate of expenses, writeoff, amortisation and charges (excluding change in unrealised depreciation in investments)	0.1873	0.1858	0.24	0.17
d. Net Income (excluding change in unrealised depreciation in investments)	0.9153	0.8337	2.93	1.00
e. Unrealised appreciation / (depreciation) in value of investments	0.5744	0.1875	5.92	1.80
f. Redemption Price:				
Highest Price				
G	12.6414	10.9798	27.36	14.63
DD	-	-	-	-
WD	-	-	-	-
MD	10.7485	10.4169	-	-
QD / D	10.9596	10.6035	21.99	14.63
Lowest Price				
G	10.7742	9.9035	13.64	9.87
DD	-	-	-	-
WD	-	-	-	-
MD	10.0499	9.9035	-	-
QD / D	10.0918	9.9035	12.17	9.87
Purchase Price:				
Highest Price				
G	12.7177	11.0461	27.98	14.96
DD	-	-	-	-
WD	-	-	-	-
MD	10.8134	10.4798	-	-
QD / D	11.0258	10.6675	22.48	14.96
Lowest Price				
G	10.8392	9.9633	13.95	10.07
DD	-	-	-	-
WD	-	-	-	-
MD	10.1106	9.9633	-	-
QD / D	10.1527	9.9633	12.44	10.07
g. Ratio of expenses to average daily net assets by percentage	2.15%	2.05%	2.26%	2.30%
h. Ratio of gross income to average daily net assets by percentage (excluding transfer to revenue account from past year's reserve but including unrealised appreciation / depreciation on investments).	19.21%	10.59%	84.95%	32.47%

Notes :

- (1) G - Growth, DD - Daily Dividend, WD - Weekly Dividend, MD - Monthly Dividend, QD - Quarterly Dividend, D - Dividend.
- (2) 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 (excluding load charged to Investors under Super Systematic Investment Plan (SIP)). Repurchase price for SIP investors may differ to the extent of applicable CDSC depending on duration for which units are held prior to redemption.
- (3) BF, BaF, GSFA, GSFB, 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.
- (4) The per unit calculations are based on the number of units outstanding at the end of the financial year. In case of LF & FRF Institution Plans units are converted in denomination of Rs. 10 for better presentation.
- (5) P/E ratio is not applicable since the units are not listed on any stock exchange.

Investment Objectives:

DSPML Bond Fund (DSPMLBF) is an open-ended income scheme seeking 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. **DSPML Balanced Fund (DSPMLBalF)** is an open-ended balanced scheme seeking to generate long-term capital appreciation and current income from a portfolio constituted of equity and equity related securities as well as debt & money market securities. **DSPML Equity Fund (DSPMLEF)** is an open-ended growth scheme seeking to generate long-term capital appreciation, from a portfolio which is substantially constituted of equity and equity related securities of issuers domiciled in India. 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. **DSPML Floating Rate Fund (DSPMLFRF)** is an open-ended income scheme seeking to generate income commensurate with prudent risk from a portfolio substantially constituted of floating rate debt securities and fixed rate debt securities swapped for floating rate returns. The scheme may also invest in fixed rate debt securities and money market securities. **DSPML Government Securities Fund (DSPMLGSF)** is an open-ended scheme seeking to generate returns through investments in Central Government securities. There are two investment plans - Plan A (Longer Duration Plan) & Plan B (Shorter Duration Plan). **DSPML Liquidity Fund (DSPMLLF)** is an open-ended scheme seeking to generate a reasonable return commensurate with low risk and high degree of liquidity from a portfolio constituted of money market securities and a high quality debt securities. **DSPML Opportunities Fund (DSPMLOF)** is an open-ended growth scheme with a primary objective to generate long-term capital appreciation, and a secondary objective of income generation and distribution of dividend, from a portfolio constituted of equity and equity-related securities, concentrating on the investment focus of the scheme. **DSPML Savings Plus Fund (DSPMLSPF)** is an open-ended income scheme seeking 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 portion of its corpus in equity and equity related securities of the 100 largest corporations, by market capitalisation, listed in India. **DSPML Short Term Fund (DSPMLSTF)** is an open-ended income scheme seeking to generate income commensurate with prudent risk, from a portfolio constituting of money market securities, floating rate debt securities and debt securities. **DSPML Technology.com Fund** is an open-ended growth scheme with a primary objective to generate long-term capital appreciation, and a secondary objective of income generation and distribution of dividend, from a portfolio constituted of equity and equity-related securities. **DSPML Top 100 Equity Fund** is an open-ended growth scheme seeking to generate capital appreciation, from a portfolio that is substantially constituted of equity and equity related securities of the 100 largest corporations by market capitalisation, listed in India. 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. **DSPML India T.I.G.E.R. Fund (The Infrastructure Growth and Economic Reforms Fund) (DSPMLITF)** is an open-ended growth scheme whose primary investment objective is to seek to generate capital appreciation, from a portfolio that is substantially constituted of equity securities of corporations that could benefit from structural changes brought about by continuing liberalisation in economic policies by the government and/or from continuing investments in infrastructure, both by the public and private sector. **DSPMLFTP** schemes seek capital appreciation by investing in a portfolio of debt and money market securities. For each of these schemes, it is envisaged that the portfolio will display the maturity profile that is generally in line with the Term of the scheme.

Statutory Details: DSP Merrill Lynch Mutual Fund (the Fund) was set up as a Trust by the settlers, DSP Merrill Lynch Ltd. and Merrill Lynch Investment Managers LP, USA. The Sponsors to the Fund are DSP Merrill Lynch Ltd., HMK Investment Pvt. Ltd. and ADIKO Investment Pvt. Ltd. (collectively). The Trustee and Investment Manager to the Fund are DSP Merrill Lynch Trustee Company Pvt. Ltd. and DSP Merrill Lynch Fund Managers Ltd. respectively. The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs. 1 lakh for setting up the Fund, and such other accretions/additions to the same.

Risk Factors: Mutual funds, like securities investments, are subject to market and other risks and there can be no assurance that the Schemes' objectives will be achieved. As with any investment in securities, the NAV of Units issued under the Schemes can go up or down depending on the factors and forces affecting capital markets. The NAV of the Schemes' Units may be affected by changes in the general level of interest rates. The past performance of the mutual funds managed by the Sponsors and their affiliates/associates is not necessarily indicative of the future performance of the Schemes. Investors in the Schemes are not being offered a guaranteed or assured rate of return. The liquidity of the Schemes' investments may be restricted by trading volumes, settlement periods and transfer procedures. In the event of an inordinately large number of redemption requests or of a restructuring of either of the Schemes' portfolios, the time taken by the Fund for redemption of Units may become significant. Please see 'Risk Factors and Special Considerations' and 'Right to Limit Redemptions' in the Standard Offer Document. The liquidity & valuation of the Schemes' investments due to their holdings of unlisted securities may be affected if they have to be sold prior to their target date of divestment. In the event that investible funds of more than 50% of the total proceeds of the equity schemes are not invested in equity shares of domestic companies, the tax concessions on income distribution will not be available to the Unit Holders. The scheme may enter into derivatives transactions, which are subject to embedded risks. As per SEBI circular each scheme and individual plan(s) under the schemes should have a minimum of 20 investors and no single investor should account for more than 25% of the corpus of such scheme/plan(s). In case of non-fulfilment with either of the above two conditions on an ongoing basis for each calendar quarter, the respective schemes/plans shall be wound up by following the guidelines prescribed by SEBI and the investor's money would be redeemed at applicable NAV. DSPMLITF will focus on companies which will benefit from structural changes brought about by continuing liberalisation in economic policies by the government and/or from continuing investments in infrastructure, both by the public and private sector. It is possible that such policies may not fructify or crystallise in a manner commensurate with expectations thereby affecting the prospects of companies held in the portfolio of the Scheme. Since the NAV of the scheme is linked to the share price performance of such companies, they may outperform or under perform the benchmark index (BSE 100) and/or the constituents of the said benchmark index. While Government Securities carry minimal credit risk since the Government of India issues them, they do carry price risk depending upon the general level of interest rates prevailing from time to time. To the extent DSPMLFRF's and DSPMLSTF's investments are in floating rate debt instruments or fixed debt instruments swapped for floating rate return, they will be affected by interest rate movement, spread movement, settlement risk and liquidity risk. DSPMLITF will predominantly focus on equities of select companies in technology intensive sectors. Consequently, the NAV of the scheme is linked to the equity performance of such companies and may be more volatile than a more diversified portfolio of equities. Since DSPMLOF's investment focus is on select sectors of the market the portfolio will be concentrated in select companies across these sectors. This may make the portfolios vulnerable to factors that may affect these sectors in general thereby leading to increased volatility in the movement of the scheme's NAV. The NAV of DSPMLTEF is linked to the share price performance of the top 100 listed companies, which may outperform or under perform the benchmark index (the BSE 100) and/or its constituents. DSPMLFTP schemes – These schemes are closed ended and their Units can be redeemed at the Redemption Price only once in a week. As the liquidity of the investments made by the Scheme could, at times, be restricted by trading volumes and settlement periods, the time taken by the Fund for redemption of Units may be significant in the event of an inordinately large number of redemption requests or a restructuring of the Scheme. Although the investments made by a close-ended scheme are normally in line with the scheduled maturity date, there is a possibility where precise tenor matching of the underlying assets is not possible with that of the scheduled maturity of the scheme. In such instances, there could be a dilution in the expected returns for an investor. Also, redemption made by an investor prior to the scheduled maturity date of a close-ended scheme may attract exit load, which can further dilute the expected returns for the investor. DSPMLLF, DSPMLBF, DSPMLFRF, DSPMLSTF, DSPMLGSF - Plan A (Longer Duration Plan), DSPMLGSF - Plan B (Shorter Duration Plan), DSPMLSPF, DSPMLBalF, DSPMLEF, DSPMLTEF, DSPMLOF, DSPMLITF and DSPMLITF are the names of the Schemes and do not in any manner indicate the quality of the Schemes, their future prospects or returns. **For more details, please refer to the Key Information Memorandum cum Application Form, which is available at the ISC/Distributor. Please read the Standard Offer Document before investing.**

GO MOBILE

with DSP MERRILL LYNCH MUTUAL FUND

SMS to 67672855 (6767BULL)

DSP Merrill Lynch Mutual Fund launches **"GoMobile"**, becoming the first mutual fund in India to provide an on-demand SMS-based service that enables you to receive timely updates on your mobile phone using a unique short SMS number **67672855** (6767BULL).

The new SMS service now puts the power in **your** hands. On your mobile phone, you will only receive the information that **you** choose. Just SMS a defined message (keywords provided below) to **67672855** (6767BULL), and, for your chosen scheme(s), you can get current or past NAVs and dividends.

For example, if you want to know the latest NAV of DSP Merrill Lynch Balanced Fund, just SMS '**NAVBA**' to 67672855. If you want to find out the NAV of the same scheme as of a past date, just SMS '**HNBA ddmmyy**' to 67672855. A complete list of commands given below

Scheme Name	Keyword			
	LATEST NAV	LATEST DIVIDEND	HISTORIC NAV	HISTORIC DIVIDEND
DSPML Equity Fund	NAVEQ	DIVEQ	HNEQ ddmmyy	HDEQ ddmmyy
DSPML Balanced Fund	NAVBA	DIVBA	HNBA ddmmyy	HDBA ddmmyy
DSPML Technology.com Fund	NAVTE	DIVTE	HNTE ddmmyy	HDTE ddmmyy
DSPML Opportunities Fund	NAVOP	DIVOP	HNOP ddmmyy	HDOP ddmmyy
DSPML India T.I.G.E.R. Fund	NAVTI	DIVTI	HNTI ddmmyy	HDTI ddmmyy
DSPML Top 100 Equity Fund	NAVTO	DIVTO	HNTO ddmmyy	HDTO ddmmyy
DSPML Govt Sec. Fund	NAVGS	DIVGS	HNGS ddmmyy	HDGS ddmmyy
DSPML Liquidity Fund	NAVLI	DIVLI	HNLI ddmmyy	HDLI ddmmyy
DSPML Floating Rate Fund	NAVFL	DIVFL	HNFL ddmmyy	HDFL ddmmyy
DSPML Bond Fund Retail Plan	NAVBO	DIVBO	HNBO ddmmyy	HDBO ddmmyy
DSPML Short Term Fund	NAVSH	DIVSH	HNSH ddmmyy	HDSH ddmmyy
DSPML Savings Plus Fund Moderate	NAVSAMO	DIVSAMO	HNSAMO ddmmyy	HDSAMO ddmmyy
DSPML Savings Plus Fund Conservative	NAVSACO	DIVSACO	HNSACO ddmmyy	HDSACO ddmmyy
DSPML Savings Plus Fund Aggressive	NAVSAAG	DIVSAAG	HNSAAG ddmmyy	HDSAAG ddmmyy
Scheme Name	Option		Keyword	
LAST 3 DIVIDENDS				
DSPML Equity Fund				LDEQ 3
DSPML Balanced Fund				LDBA 3
DSPML Opportunities Fund				LDOP 3
DSPML Top 100 Equity Fund				LDTO 3
DSPML Govt Sec. Fund		Plan A Dividend		LDGOA 3
DSPML Govt Sec. Fund		Plan B Dividend		LDGOB 3
DSPML Govt Sec. Fund		Plan A Monthly Dividend		LDGOAM 3
DSPML Liquidity Fund		Weekly Dividend		LDLIWD 3
DSPML Liquidity Fund		Daily Dividend		LDLIDD 3
DSPML Floating Rate Fund		Dividend		LDFLD 3
DSPML Floating Rate Fund		Weekly Dividend		LDFLWD 3
DSPML Floating Rate Fund		Daily Dividend		LDFLDD 3
DSPML Bond Fund Retail Plan		Dividend		LDBOD 3
DSPML Short Term Fund		Dividend		LDSHD 3
DSPML Short Term Fund		Weekly Dividend		LDSHWD 3
DSPML Short Term Fund		Monthly Dividend		LDSHMD 3
DSPML Savings Plus Fund Moderate		Quarterly Dividend		LDMOQD 3
DSPML Savings Plus Fund Moderate		Monthly Dividend		LDMOMD 3
DSPML Savings Plus Fund Conservative		Quarterly Dividend		LDCOQD 3
DSPML Savings Plus Fund Conservative		Monthly Dividend		LDCOMD 3
DSPML Savings Plus Fund Aggressive		Quarterly Dividend		LDAGQD 3
DSPML Savings Plus Fund Aggressive		Monthly Dividend		LDAGMD 3

For more information, call : Ahmedabad - 5531 2855 Bangalore - 5750 2855 Chennai - 5551 2855
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