RELIGARE
Values that bind

May 24, 2011

The National Stock Exchange of India Ltd.
Corporate Communications Department
"Exchange Plaza", 5th Floor,
Bandra-Kurla Complex, Bandra (East),
Mumbai - 400051

Scrip Symbol: RELIGARE EQ

Bombay Stock Exchange Limited
Corporate Services Department
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai – 400 001

Scrip Code: 532915

Sub: Press Release

Dear Sir(s),

Please find enclosed herewith the proposed Press Release to be issued today for announcing the launch of new fund **'Religare Nifty ETF'** an open ended exchange traded fund.

You are requested to take the above information on record.

Thanking You,

Yours faithfully,

For Religare Enterprises Limited

RELIGARE ENTERPRISES LIMITED NEW DELHI

Rajesh Doshi
Director- Compliance & Secretarial

Encl: a/a

RELIGARE MUTUAL FUND

Press Release

Religare Mutual Fund unveils Religare Nifty Exchange Traded Fund (ETF)

NFO Now Open ; Closes: June 6, 2011

Mumbai, May 24, 2011: Religare MF today announced the launch of its new fund **'Religare Nifty ETF' (an open ended exchange traded fund).** The Fund seeks to generate returns which closely correspond to the returns generated by securities as represented by S&P CNX Nifty Index subject to tracking error, if any. The New Fund Offer opens for subscription today and will close for subscription on June 6, 2011.

The fund offers exposure to Nifty stocks in a single order. The fund will follow a passive investment strategy and will invest in companies comprising the S&P Nifty Index in the same weights as in the Index with an endeavor to track the benchmark index with as low tracking error as possible. Each unit of Religare Nifty ETF will be approximately equal to 1/10th of the value of the S&P CNX Nifty.

Speaking on the occasion **Saurabh Nanavati, Chief Executive Officer, Religare MF** said "We are delighted to add the Religare Nifty ETF to our range of ETF products; this reaffirms our commitment to investors to provide diverse

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investment options suiting different investment needs. Investors, who believe in passive investment strategy, want to keep investments simple and are looking for selective diversification can consider investing in this fund. For the first time investor to the equity market, Nifty ETF is certainly the ideal product, he should be looking at."

Investors can buy units of Religare Nifty ETF directly from the fund house during the New Fund Offer Period. The minimum investment amount during the NFO is Rs. 10,000 and in multiples of Re.1 thereafter. Post the New Fund Offer Period; Units of Religare Nifty ETF will be listed on the National Stock Exchange. Investors can buy and sell units of Religare Nifty ETF on the exchange through any registered broker. The fund manager of the scheme is Mr. Pranav Gokhale.

About Religare Asset Management

With average assets under management of over **INR 115bn** (for quarter ending March, 2011), expertise that extends across equity and fixed income investments, Religare Asset Management offers you a broad range of funds designed to suit your investment needs with an aim to provide best-in-class investment products across asset classes, regions and risk spectrum with high standards of customer service.

Religare Asset Management is promoted by Religare Securities Ltd. - a wholly owned subsidiary of Religare Enterprises Ltd., which is one of India's leading integrated financial services group offering services ranging from equities, commodities and insurance broking to wealth management, investment banking, portfolio management and personal financial services.

For more information, log on to www.religaremf.com

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About Religare Enterprises Limited

Religare is an emerging markets financial services group with a presence across Asia, Africa, Middle East, Europe and the Americas. In India, Religare's largest market, the group offers a wide array of products and services including broking, insurance, asset management, lending solutions, investment banking and wealth management. With employees across multiple geographies, Religare serves over a million clients, including corporate and institutions, high net worth families and individuals, and retail investors.

For more information, please visit - www.religare.in

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Risk Factors: All mutual funds and securities investments are subject to market risks and there can be no assurance that the objective of Scheme will be achieved. Investment in mutual fund units involve investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of capital. **As with any investment in securities, the NAV of the units issued under Scheme may go up or down depending upon the factors and forces affecting the securities markets.** The Scheme would invest in the securities which are constituents of underlying Index in the same proportion as the securities have in the underlying Index. Hence, the risk associated with the corresponding underlying Index would be applicable to the Scheme. Past performance of the Sponsor and its affiliates / AMC / Mutual Fund and its Scheme(s) do not indicate the future performance of the Scheme of the Mutual Fund. There is no assurance or guarantee to unit holders as to the rate of dividend distribution nor that dividend will be paid regularly. Investors in the Scheme are not being offered any guaranteed / assured returns. **Religare Nifty Exchange Traded Fund, an Open-ended Exchange Traded Fund is only the name of the Scheme and does not in any manner indicate either the quality of the Scheme or its future prospects and returns. Investment Objective:** To generate returns which closely correspond to the returns generated by securities as represented by S&P CNX Nifty Index, subject to tracking error, if any. **Asset Allocation Pattern:** Securities covered by S&P CNX Nifty*: 95%-100%. Debt and Money Market Instruments: 0%-5%. *Exposure to equity derivatives of the index itself or its constituent stocks may be undertaken when equity shares are unavailable, insufficient or for rebalancing in case of corporate actions for a temporary period. The maximum derivative position will be restricted to 10% of the net assets of the Scheme. The cumulative gross exposure through equity, debt and derivative positions shall not exceed 100% of the net assets of the scheme, subject to provisions of SEBI circular dated August 18, 2010 w.r.t. investment in derivatives. However, fully hedged positions in the same security will be excluded while calculating aggregate asset allocation of the Scheme. **Load Structure: Entry Load:** Nil. **Exit Load:** Nil*. *For redemption in Creation Unit Size. However, if there are no quotes on the secondary market on NSE for 5 consecutive trading days, the Unit holder can redeem Units of Religare Nifty ETF directly with the Mutual Fund subject to payment of exit load of **1%**. Further, if the average discount of the bid price to the indicative NAV over a period of 30 trading days is greater than 3%, the Unit holder can redeem Units of Religare Nifty ETF directly with the Mutual Fund for a period of 3 consecutive trading days subject to payment of exit load of **1%**. The intimation of the same will be displayed on our website (www.religaremf.com). **Please read the Scheme Information Document (SID) and Statement**

of Additional Information (SAI) before investing. SID, SAI and Key Information Memorandum cum Application Form are available at the ISC/Distributors. **Terms of Issue:** Offer for Units having face value of Rs. 10 each and will be issued at a premium equivalent to difference between the allotment price and face value during the New Fund Offer. After the closure of NFO, the Units of the Scheme will be listed on Stock Exchange(s) and the same can be purchased / sold in round lots of 1 Unit during the trading hours of the Stock Exchange(s) like any other publicly traded stock. In addition to purchase and sale of Units on Stock Exchange(s), Authorized Participants and Large Investors can directly subscribe to or redeem the Units of the Scheme with the Mutual Fund in Creation Units size at NAV based prices on all Business Days during an ongoing offer period. The NAV of the Scheme will be disclosed on all Business Days. **Statutory Details:** Religare Mutual Fund has been set up as a trust sponsored by Religare Securities Ltd. (liability restricted to Rs.1,50,000) with Religare Trustee Company Ltd. as the Trustee (Trustee under the Indian Trusts Act, 1882) and with Religare Asset Management Company Ltd. as the Investment Manager. **Disclaimer of NSE:** It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the Scheme Information Document has been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the Draft Scheme Information Document. The investors are advised to refer to the Scheme Information Document for the full text of 'Disclaimer Clause of NSE'. **Disclaimer of IISL:** "S&P®" and "Standard and Poor's®" are trademarks of Standard & Poor's Financial Services LLC, and have been licensed for use by India Index Services & Products Limited in connection with the S&P CNX Nifty Index. The "Religare Nifty Exchange Traded Fund" offered by "Religare Asset Management Company Limited" or its affiliates is not sponsored, endorsed, sold or promoted by India Index Services & Products Limited ("IISL") or S&P and its affiliates. Neither IISL nor S&P and its affiliates makes any representation or warranty, express or implied (including warranties of merchantability or fitness for particular purpose or use) to the owners of "Religare Nifty Exchange Traded Fund" or any member of the public regarding the advisability of investing in securities generally or in "Religare Nifty Exchange Traded Fund" linked to S&P CNX Nifty Index or particularly in the ability of the S&P CNX Nifty Index to track general stock market performance in India. Please read the full Disclaimers in relation to the S&P CNX Nifty Index in the Offer Document / Prospectus / Information Statement."