

# BARODA PIONEER MUTUAL FUND

## Annual Report

2010 - 2011

### **Baroda Pioneer Growth Fund**

(An Open Ended Growth Scheme)

### **Baroda Pioneer ELSS'96 Fund**

(An Open Ended Equity Linked Saving Schemes)

### **Baroda Pioneer Balance Fund**

(An Open Ended Balance Scheme)

### **Baroda Pioneer Infrastructure Fund**

(An Open Ended Equity Scheme)

### **Baroda Pioneer PSU Equity Fund**

(An open Ended Equity Scheme)



**बैंक ऑफ़ बड़ोदा**  
**Bank of Baroda**



**PIONEER**  
**Investments®**

# BARODA PIONEER MUTUAL FUND



Invest in growth.  
Invest in the future.

## Baroda Pioneer Growth Fund (An Open Ended Growth Scheme)



बैंक ऑफ़ बड़ौदा  
Bank of Baroda



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**Investment Objective:** Baroda Pioneer Growth Fund ("the Scheme") is an open ended Growth Scheme. Investment Objective of the scheme is to generate long term Capital appreciation from an actively managed portfolio of equity related instruments. **Statutory Details:** Baroda Pioneer Mutual Fund has been set up as a trust under the Indian Trust Act, 1882. **Sponsors:** Pioneer Global Asset Management S.p.A and Bank of Baroda. The Sponsors are not responsible or liable for any loss resulting from the operation of the Scheme beyond their initial contribution of Rs. 10 Lac made by it towards the corpus of the Fund. **Trustees:** Board of Trustee of Baroda Pioneer Mutual Fund. **Investment Manager:** Baroda Pioneer Asset Management Company Limited. **Risk Factors:** **Mutual funds and securities investment are subject to market risks and there is no assurance or guarantee that the Schemes' objectives will be achieved. As with any investment in securities, the NAV of the units issued under the Schemes can go up or down depending on the factors and forces affecting the securities market. Past performance of the Sponsor/AMC/ Mutual Fund is not indicative of the future performance of the Schemes. Baroda Pioneer Growth 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.** Please read the Statement of Additional Information, Key Information Memorandum and relevant Scheme Information Document carefully before investing.

**ANNUAL REPORT OF THE BOARD OF TRUSTEES FOR THE YEAR ENDED 31.03.2011**

The Board of Trustees of Baroda Pioneer Mutual Fund has great pleasure in presenting the Eighteenth Annual Report and the Audited Accounts of the Schemes of Baroda Pioneer Mutual Fund for the year ended March 31, 2011.

**1. Scheme Performance, Future Outlook and Operations of the Schemes.**
**Overview**

Baroda Pioneer Asset Management Company Limited ("AMC"), the Investment Manager to Baroda Pioneer Mutual Fund ("Fund"), has, since July 2008, when Pioneer Global Asset Management SpA ("Pioneer") acquired a 51% stake in the AMC, been focusing its energies on building a sustainable business with a clearly defined long-term growth and profit strategy. The products cater to a diverse range of risk, return and liquidity preferences of investors. The AMC is confident of building on its Average Assets under Management ("AAuM"), which was Rs. 2,585 Crs. as on Mar 31, 2011, on the basis of consistent performance, a well thought-out marketing and distribution strategy, enhanced geographical reach and quality customer service.

The AMC operates out of 25 locations in India and has 62 official points for acceptance of transactions. The schemes launched by the AMC in 2010-11 were Baroda Pioneer Infrastructure Fund, Baroda Pioneer Short Term Bond Fund, Baroda Pioneer PSU Equity Fund and a few Fixed Maturity Plans; 90 Day Fixed Maturity Plan- Series 1 and 380 Day Fixed Maturity Plan - Series 1.

In the coming years, the AMC will continue to focus on meeting investor needs through new products and services that are comparable with the best in the category.

During the financial year 2011-2012, the Fund plans to introduce some more new mutual fund schemes to cater to the varying needs of the investing community.

**Scheme Performance**

Sr. No.	Compounded Annualised yield	Baroda Pioneer ELSS'96	Baroda Pioneer Income Fund	Baroda Pioneer GILT Fund	Baroda Pioneer Liquid Fund	Baroda Pioneer Growth Fund	Baroda Pioneer Balance Fund	Baroda Pioneer MIP Fund	
	<b>BENCHMARK</b>	<b>BSE Sensex</b>	<b>CRISIL Composite Bond Fund Index</b>	<b>I-Sec Mi-BEX</b>	<b>CRISIL Liquid Fund Index</b>	<b>CNX 100</b>	<b>CRISIL Balanced Fund Index</b>	<b>CRISIL MIP Blended Index</b>	
		(%)	(%)	(%)	(%)	(%)	(%)	(%)	
(i)	Last 1 year	D	8.6	-	-	-	-	-	
		G	-	7.75	8.12	6.58	7.45	14.57	5.75
		IG	-	-	-	6.57	-	-	-
	<b>Benchmark Returns</b>	10.94	5.06	6.22	6.21	10.09	9.37	6.17	
(ii)	Last 3 years	D	4.79	-	-	-	-	-	
		G	-	5.07	7.91	5.95	10.54	3.28	3.42
		IG	-	-	-	-	-	-	-
	<b>Benchmark Returns</b>	7.52	5.94	7.13	6.22	7.97	8.13	6.82	
(iii)	Last 5 years	D	7.51	-	-	-	-	-	
		G	-	4.8	6.64	6.28	13.87	4.43	3.26
		IG	-	-	-	-	-	-	-
	<b>Benchmark Returns</b>	11.5	5.94	7.16	6.51	11.47	10.59	7.41	
(iv)	Since inception/ launch	D	14.17	-	-	-	-	-	
		G	-	4.91	4.42	6.01	24.73	15.43	4.44
		IG	-	-	-	5.55	-	-	-
	<b>Benchmark Returns</b>	12.39	5.82	6.84	5.12	21.53	15.68	8.19	
	<b>Date of launch</b>	29-Dec-95	14-Feb-02	14-Feb-02	14-Feb-02	14-Aug-03	14-Aug-03	28-Jul-04	

Absolute Return Since Inception	Baroda Pioneer Treasury Advantage Fund	Baroda Pioneer Public Sector Undertaking (PSU) Bond Fund	Baroda Pioneer Infra-structure Fund	Baroda Pioneer Short Term Bond Fund	Baroda Pioneer PSU Equity Fund	Baroda Pioneer 90 Day Fixed Maturity Plan - Series 1	Baroda Pioneer 380 Day Fixed Maturity Plan - Series 1
<b>BENCHMARK</b>	<b>CRISIL Liquid Fund Index</b>	<b>CRISIL Composite Bond Fund Index</b>	<b>CNX 100</b>	<b>CRISIL Short Term Bond Fund Index</b>	<b>BSE PSU Index</b>	<b>CRISIL Liquid Fund Index</b>	<b>CRISIL Short Term Bond Fund Index</b>
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
D	-	-	-	-	-	-	-
G	5.84	(5.50)	3.06	(10.20)	0.60	0.93	-
IG	5.91	-	-	-	-	-	-
Benchmark Returns	3.3	5.1	8.34	3.47	(14.87)	0.55	0.37
<b>Date of launch</b>	24-Jun-09	24-Dec-09	3-May-10	14-Jun-10	13-Sep-10	9-Mar-11	9-Mar-11

**Past Performance may or may not be sustained in future.**

**Notes:**

- All returns are shown for the Growth Option of the schemes. Baroda Pioneer ELSS'96, has only a Dividend Option; hence returns are shown for this option.
- In the above table, D stands for Dividend Option and G for Growth Option. IG stands for the Growth Option in the Institutional Plan.
- Baroda Pioneer Infrastructure Fund, Baroda Pioneer Short Term Bond Fund, Baroda Pioneer PSU Equity Fund, Baroda Pioneer 90 Day Fixed Maturity Plan - Series 1 and Baroda Pioneer 380 Day Fixed Maturity Plan - Series 1 were launched in FY 2010-11; hence absolute returns since inception are shown.
- For Baroda Pioneer Treasury Advantage Fund, Baroda Pioneer Public Sector Undertaking (PSU) Bond Fund, which were launched in FY 2009-10, Compounded Annualised returns since inception are shown.

**Future Outlook and Operations**

As we look into future, factors like strong macro-economic conditions, high savings and investment rate augur well for further development of the mutual fund industry in India. We expect the focus of the industry in 2011-12 to be on increasing penetration, enhancing distribution coverage, delivering better risk-adjusted returns, further upgrading customer service and offering technology based transaction capabilities.

Through 2011-12, we intend to launch innovative products aimed at getting more retail investors into the fold. We intend to grow our presence in the Bank of Baroda network by increasing our geographical coverage. The other critical aspect we will be focussing on is to build awareness for our products and services. We are hopeful that these initiatives will help us grow at a rate faster than industry standards, thereby delivering value to both our shareholders and our investors.

**2. Brief Background of the Sponsors, Trust and AMC Co.**

**Sponsors**

**(a) Pioneer Global Asset Management SpA**

With over 83 years' experience in fund management, Pioneer Investments\* (the "Group") has a history, which few asset management companies can match. Pioneer Investments' flagship fund, Pioneer Fund™, is the third oldest mutual fund in the United States. It has not only weathered volatile market conditions, but has outperformed common stocks, long term bonds, US Treasury Bills and inflation since its foundation in 1928.

Innovation is part of the Pioneer heritage. At the forefront of the establishment of the modern US mutual fund industry, Pioneer Investments is an industry leader in the development of this market in

Europe. The Group was the first asset management company to launch investment funds in Italy, first in Germany to register US mutual funds under the Foreign Investments Act, and first to distribute open-ended investment funds in Poland. In 2002, it acquired the Momentum Group, which, in keeping with Pioneer Investments' tradition of innovation, is one of the founders of the funds of the hedge funds industry.

In October 2000, UniCredito Italiano S.p.A. ("UCI") completed its acquisition of the Pioneer Group, Inc., further bolstering the capabilities of its asset management operations in Milan and Dublin. Through the consolidation of these powerful investment houses, Pioneer Investments is ideally positioned to expand its global reach and penetrate deeper into each market.

The main activity of Pioneer Investments is the management and distribution of over 180 investment funds and alternative investments. With investment centres in Boston, Dublin, Milan and Singapore it manages assets worth \*182 billion (Approx.) as on March 31, 2011. Headquartered in Milan, Pioneer Investments has a presence in over 28 countries around the world.

The investment process is active, bottom-up and research-driven, based upon the principles of fundamental investing that Pioneer Investments has used since 1928. The approach enables Pioneer Investments to make informed judgements about how industries and companies have operated in the past, about their future behaviour and about the effects of these variables on stock prices. We add a strong quantitative discipline to this process, which supports the work of fundamental analysts and keeps a close check on the investment risks for its funds.

*\* Pioneer Investments is a trading name of the Pioneer Global Asset Management S.p.A. group of companies ("PGAM"). PGAM is a wholly owned subsidiary of UniCredit S.p.A.*

#### **(b) Bank of Baroda**

In the Indian banking universe, Bank of Baroda occupies a distinct position. Bank of Baroda is a state-owned bank with more than 102 years of successful existence.

The name inspires confidence among its customers. The track record in the market, the sound financials, its contribution to social sectors and even to policy-making has given the Bank a unique place in the marketplace. The Bank has uninterrupted profit performance and consistent record in dividend payments.

Bank of Baroda's vast distribution channel of domestic branches (at 3364 on 31<sup>st</sup> March, 2011), extension counters and ATMs (at 1561 on 31<sup>st</sup> March, 2011), and a strong international presence in 25 countries (excluding India) covering regions like U.S.A., U.K., Africa, Middle East and Asia-Pacific zones, through 85 offices as on March 31, 2011, has ensured a wide global client base.

During the financial year 2010-11, the total business of the Bank increased to Rs. 5,34,116 crore, reflecting a growth of 28.30%. The level of net profit at Rs 4241.68 crore reflected a robust growth of 38.7% over the previous year. On the front of asset quality management, the gross NPA increased from 1.23% in 2009-10 to 1.36% in 2010-11. Bank of Baroda enjoyed a CRAR of 14.52% (as per the Basel II) and the ROAA stood at 1.33 % as at end-March 2011.

#### **Baroda Pioneer Mutual Fund**

Baroda Pioneer Mutual Fund (the "Mutual Fund" or "Fund") has been constituted as a Trust in accordance with the provisions of the Indian Trusts Act, 1882 (2 of 1882). The trust deed has been registered under the Indian Registration Act, 1908. The Mutual Fund is registered with SEBI under Registration No. MF/018/94/2, dated November 24, 1994.

The Mutual Fund was established by Bank of Baroda under the name of BOB Mutual Fund by the execution of a Trust Deed dated October 30, 1992. Pioneer Global Asset Management SpA acquired 51% of the shareholding of BOB Asset Management Company Limited (now known as Baroda Pioneer Asset Management Co. Ltd.) and become the co-sponsor of the Mutual Fund. SEBI approved the change of name of the Fund vide their letter IMD/RB/134922/08 dated August 12, 2008.

The Sponsors are not responsible for any loss resulting from the operation of the Schemes beyond the initial contribution of Rupees Ten lakh towards the establishment of the Mutual Fund.

The registered office of Baroda Pioneer Mutual Fund is 501, Titanium, 5th Floor, Western Express Highway, Goregaon (E), Mumbai - 400 063.

**Board of Trustees**

Name	Occupation	Residential/Office Address	Other Directorships
Mr. R. L. Baxi (Chairman and Independent Trustee)	Retired Director & General Manager, The New India Assurance Co. Ltd.	C - 23/24, Modinagar, Adarsh Co-op Society, Off Mathuradas Road, Kandivli (West), Mumbai - 400 067.	ESS DEE Aluminium Ltd., GIC Asset Management Co. Ltd.
Mr. V. H. Bhatia (Independent Trustee)	Retired General Manager, Bank of Baroda	101, Cypress Woods, 1st Floor, 16 Road, Near Shivsagar, Bandra (W) Mumbai 400 050	Nil
Mr. Shrinivas Suvarna (Independent Trustee)	Retired DGM, Bank of Baroda	A 904, Shagun Tower, Gen. A. K. Vaidya Marg Goregaon (E), Mumbai- 400063	Nil
Mr. A. D. M. Chavali (Associate Trustee)	General Manager Bank of Baroda	Bank of Baroda, Baroda Sun Tower, Bandra-Kurla Complex Mumbai 400 051.	Clearing Corporation of India Ltd., Central Depository Services (India) Limited, India Ideas.com Ltd.

The Trustees of Baroda Pioneer Mutual Fund seek to supervise the role of the AMC through the reporting mechanism, calling for compliance of the SEBI (Mutual Funds) Regulations 1996 ("Regulations"), and the investment policy of the Mutual Fund. The investment policy also incorporates guidelines and restrictions to be followed by the AMC. The compliance of the Regulations is reported by the AMC to the Trustees on a bi-monthly basis, as required by the Regulations and the compliance manual of the Mutual Fund. The AMC also files a quarterly report on its activities with the Trustees. As per the Trust Deed and the Regulations, the Trustees have several rights, duties and responsibilities, all of which are directed at ensuring that the unit holders' interests are protected at all times.

The Trustees have formed an Audit Committee to review the internal audit system of the Mutual Fund and the recommendations of the internal and statutory auditors. This Committee is chaired by an Independent Trustee.

**Baroda Pioneer Asset Management Company Limited**

The AMC has been incorporated under the provisions of the Companies Act, 1956. The AMC was a wholly owned subsidiary of Bank of Baroda (under the name BOB Asset Management Company Limited). On 27<sup>th</sup> June 2008, Pioneer Global Asset Management SpA acquired a 51% shareholding of BOB Asset Management Company Limited. Subsequently, the name of the AMC was changed to Baroda Pioneer Asset Management Company Limited. As per the Regulations, at least 50% of the Board of Directors is composed of independent members and the remaining are nominated for appointment by the Sponsors of the Mutual Fund. The net worth of the AMC as on 31<sup>st</sup> March 2011 is Rs.48.59 Crore.

**Board of Directors**

The AMC has, at present, the following ten Directors, out of whom five Directors are Non-Executive Independent Directors.

Name	Brief Experience
Mr. Angus William Stening (Chairman and Associate Director)	Mr. Angus Stening has been Chief Executive Officer (CEO), Asia & Emerging Markets, at Pioneer Investments since early 2007, and prior to that, was Head of Central & Eastern Europe (2004-07) and Executive Vice President – Operations & IT. Before joining Pioneer Investments, Mr Stening was with DB Global Institutional Services (1999) and BT Funds Management (1998-99). He is also a director of various companies of the Pioneer Group.
Mr. M D Mallya (Associate Director)	Mr. M. D. Mallya is the Chairman and Managing Director of Bank of Baroda. Prior to joining the Bank, he was the Chairman & Managing Director of Bank of Maharashtra. Mr. Mallya cleared his Bachelor of Engineering with distinction from Karnataka Regional Engineering College, Suratkal. Subsequently, he completed a post-graduation Diploma in Management from the Indian Institute of Sciences, Bangalore, with distinction. In a career spanning over 31 years, he has acquired a rich experience in banking at various positions and assignments.

<b>Name</b>	<b>Brief Experience</b>
Mr. Roger Yates (Associate Director)	Mr. Roger Yates is the Chief Executive Officer (CEO) of Pioneer Investments, and a well known name in the global fund management industry. Prior to this, he was the CEO at Henderson Asset Management, an organisation he served for about ten years. Mr. Yates holds a B.A. (Hons) degree in modern history from Oxford University, and is a non-executive director with JP Morgan Elect PLC and IG Group PLC.
Mr. N. Ramani Associate Director	Mr. N. Ramani is General Manager (Wholesale Banking), Bank of Baroda, and is responsible for domestic corporate lending, domestic foreign business and the Corporate Debt Restructuring Cell. He has been with Bank of Baroda since 1973 and has a rich experience in the banking industry. He is also a Director with BOB Capital Markets Limited, a 100% subsidiary of Bank of Baroda. He holds a post graduate degree (M.Sc.) in Physics, and is a CAIIB.
Prof B. B. Bhattacharya (Independent Director)	Professor B. B. Bhattacharya is currently Professor of Business Environment, Indian Institute of Management (Lucknow), and prior to that, was the Vice-Chancellor (President) of Jawaharlal Nehru University, New Delhi. Before that, he was Director (2001-2005) and Professor (1981 onwards) at the Institute of Economic Growth, Delhi. He received his M.A. in Economics from the University of Allahabad in 1966 with first position in the order of Merit and obtained his Ph.D. in Economics from the Delhi School of Economics, University of Delhi, in 1971.
Dr. P. N. Khandwalla (Independent Director)	Professor Khandwalla taught at McGill University, Canada, for several years before returning to India in 1975. Since then he was a professor at the Indian Institute of Management, Ahmedabad, until his retirement in 2002. He was L&T Chair Professor of Organizational Behaviour at IIMA from 1985 to 1991 and the Director of IIMA up to 1996. Dr Pradip N. Khandwalla was educated at Bombay University (B.Com), Wharton School, University of Pennsylvania (MBA), and Carnegie-Mellon University (Ph.D). He is also a member of the Institute of Chartered Accountants of India and a director in various companies
Mr. G. P. Gupta (Independent Director)	Mr. G. P. Gupta is Ex-Chairman & Managing Director, Industrial Development Bank of India (July 1998 - January 2001). Mr Gupta was also Chairman, Unit Trust of India (January 1997 - June 1998) and has served in various roles, ending as Executive Director at Industrial Development Bank of India (1969 - 1996). He is also a director in various companies.
Mr. Shiv Dayal (Independent Director)	Mr. Shiv Dayal is a founder and the Managing Director of Langham Capital, and is responsible for managing all aspects of the firm's activities, including origination and executing transactions, client relationship management and financial management. He is also the Chairman of F1F9 (India) Private Ltd. Immediately prior to founding Langham Capital, Mr Dayal managed two technology ventures in Europe, worked in the Mergers & Acquisitions groups at JPMorgan and Dresdner Kleinwort Benson in London and New York. Mr. Shiv Dayal has a Bachelors degree in Economics from the University of Sussex, a Masters degree in Development Economics from the University of East Anglia and an MBA from London Business School. He is also a director in various companies.
Mr. Rohit Arora (Independent Director)	Rohit Arora is a founder and the Chairman of Silver Skills. Mr. Arora has over two decades of experience in business process outsourcing, investment banking and management consulting. Mr. Arora is also the founder director of AR Credit, a transaction processing company focused on the domestic BPO market. He was earlier the Managing Director of AIA Capital India Pvt. Ltd, the Investment Banking arm of AIG - American International Group. Mr. Arora is a fellow member of the Institute of Chartered Accountants of India. He is also a director of various companies.
Mr. Rajan Krishnan (Managing Director)	Mr. Rajan Krishnan is a B.A (Hons), PGDBM from XLRI, Jamshedpur, with over 26 years of experience in marketing, of which 17 years are in the mutual fund industry. Mr Krishnan took charge as the Chief Executive Officer of The AMC and is presently the Managing Director. Prior to his appointment, he was the Business Head (Asset Management) – Principal PNB Asset Management Company Pvt. Ltd. from June 2003 to March 2008, Vice President (Sales and Marketing) - Zurich Asset Management Company Pvt. Ltd. between Dec 1999 and June 2003 and Vice President (Sales) – Kothari Pioneer Asset Management Company Limited from September 1994 to December 1999.

**3. Investment Objectives of and Basis and policy of Investment underlying the Schemes****Baroda Pioneer Growth Fund**

The Scheme aims to generate long term Capital appreciation from an actively managed portfolio of equity related instruments.

**Baroda Pioneer GILT Fund**

To generate income by investing in a portfolio of government securities.

**Baroda Pioneer Monthly Income Plan (MIP) Fund**

The Scheme aims to generate regular income through investment in debt and money market instruments and also to generate long-term capital appreciation by investing a portion in equity and equity related instruments.

**Baroda Pioneer Income Fund**

The Scheme aims to generate regular income by investing in a portfolio of good quality Fixed Income Securities by maintaining a balance between Risk & Return.

**Baroda Pioneer Liquid Fund**

The Scheme aims to generate income with a high level of liquidity by investing in a portfolio of money market and debt securities.

**Baroda Pioneer Treasury Advantage Fund**

To provide optimal returns and liquidity through a portfolio comprising of debt and money market instruments.

**Baroda Pioneer Balance Fund**

The Scheme is targeted for long-term capital appreciation along with stability through a well balance portfolio comprising of equity and debt securities.

**Baroda Pioneer ELSS'96**

The main objective of the scheme is to provide the investor long term capital growth as also tax benefit under section 88C of the income Tax Act, 1961.

**Baroda Pioneer PSU Bond Fund**

The investment objective is to generate stable returns with lower risk by investing in Fixed Income instruments of Public Sector Undertakings (PSUs) – banks, financial institutions & companies.

**Baroda Pioneer Infrastructure Fund**

The primary investment objective of the Scheme will be to generate long-term capital appreciation by investing predominantly in equity and equity-related securities of companies engaged in infrastructure and infrastructure-related sectors.

The Scheme is a thematic fund and its portfolio is intended to be broad and includes all those sectors that contribute to infrastructure development.

**Baroda Pioneer PSU Equity Fund**

The primary investment objective of the Scheme will be to provide investors with opportunities for long-term growth in capital along with the liquidity of an open-ended scheme through an active management of investments in a diversified basket of equity stocks of domestic Public Sector Undertakings.

**Baroda Pioneer Short Term Bond Fund**

The objective of the Scheme is to generate income from a portfolio constituted of short term debt and money market securities.

**Baroda Pioneer Fixed Maturity Plans**

The investment objective of each Scheme is to generate regular returns by investing in a portfolio comprising of Debt Instruments and Money Market Instruments maturing on or before the maturity of the Scheme.



The key factors of the investment strategy for the income/debt schemes are identifying attractive opportunities on the basis of Government policies, economic development, monetary policy, research report and overall economic conditions and development. Selection of the issuer/companies for investment exposure is based on financial parameters such as fundamentals of business, quality of management, turnover, financial strength of the company and the key earning-drivers, i.e., net worth, Interest coverage ratio, profitability track record and the liquidity of the securities/instruments. Issuer/Companies, which meet the initial selection norms, are then evaluated on the financial norms for consideration in investments. The Scheme emphasises on well managed companies, with above average growth prospects, whose securities can be purchased at a good yield and whose debt securities are investment-grade, as rated by a recognised credit rating agency like CRISIL, ICRA, CARE etc. Investment in sovereign papers is based on the interest rate expectations arising out of macroeconomic analysis.

The portfolio of Baroda Pioneer Treasury Advantage Fund is constructed and actively managed to generate returns to match the investment objective and to maintain adequate liquidity to accommodate funds movement. As the interest rate risk of the portfolio is likely to be similar to that of the shorter end of the maturity spectrum, in line with the investment objective, a significant proportion of the total returns are likely to be in the form of income yield or accrual. Selective capital appreciation opportunities are explored by extending credit and duration exposure above that offered by a cash fund. The fund management team takes an active view of the interest rate movement supported by quantitative research, to include various parameters of the Indian economy, as well as developments in global markets. Investment views/decisions are a combination of credit analysis of individual exposures and analysis of macro economic factors to estimate the direction of interest rates and level of liquidity and will be taken, inter alia, on the basis of parameters such as the prevailing interest rate scenario, returns offered relative to alternative investment opportunities, quality of the security / instrument (including the financial health of the issuer), maturity profile of the instrument, liquidity of the security and any other factor considered relevant in the opinion of the fund management team. The fund management team, supported by research group, generally adopts a bottom-up approach for securities identification to optimise the risk adjusted returns on the diversified portfolio.

The primary investment strategy for Baroda Pioneer Public Sector Undertaking (PSU) Bond Fund is to invest predominantly in debt securities issued by domestic public sector undertakings. The rationale for investment in such debt securities is to minimize the credit risk or counterparty default risk as debt instruments issued by public sector undertakings are generally considered to be of the better credit quality and safety for timely servicing of debt obligations. Apart from the above, the Scheme invests in companies based on various criteria including sound professional management, track record, industry scenario, growth prospects, liquidity of the securities, etc.

Baroda Pioneer GILT Fund invests in Government securities only, with the exception of investments in money market instruments, reverse repos etc.

In respect of Baroda Pioneer Growth Fund, Baroda Pioneer ELSS '96 and Baroda Pioneer Balanced Fund, the portfolio is sufficiently diversified as to reduce the risk of underperformance due to unexpected security specific factors. The key factors forming the basis of investment by the scheme are (i) identifying attractive opportunities on the basis of Government policies, research report and overall economic conditions, (ii) factors like fundamentals of the business, market capitalisation industry structure, quality of management etc. and (iii) sector weightage and stock selection within the sector. In addition, Baroda Pioneer Balanced Fund also invests in debt and money market instruments of above average growth prospects, whose securities can be purchased at a good yield and are listed as investment grade by a recognised credit rating agency like CRISIL, ICRA, CARE etc.

Baroda Pioneer Infrastructure Fund is a thematic fund and its portfolio is intended to be broad and includes all those sectors that contribute to infrastructure development. The portfolio of Baroda Pioneer PSU Equity Fund is intended to be specific to PSUs. PSUs have a significant role to play in the Indian economy. From widespread businesses like banking, telecom, engineering etc. to high priority & strategic areas like oil, gas, energy etc., PSUs cover a reasonably wide range of sectors/industries. The key factors of the investment strategy for Baroda Pioneer Infrastructure Fund and Baroda Pioneer PSU Equity Fund are :

1. Identifying attractive opportunities on the basis of Government policies toward the industries involved in the infrastructure sectors/in which Public Sector Undertakings exist., research report and overall economic conditions and spending by the Government in the development of the infrastructure sectors and companies/industries in which Public Sector Undertakings exist.
2. Emphasis on stock selection – The stock selection takes into consideration fundamentals of the business, market capitalisation, industry structure, quality of management, sensitivity to economic factors, financial strength of the company and the key earning-drivers.

3. Top-down and Bottom-up approach: Sector weightage and stock selection within the sector. Top-down economic and market research provides a strategic direction for our sector allocation. Once it is decided which sector is preferred and how overweight/underweight the Scheme should be on those sectors, the focus is on bottom-up stock selection to build up those weights.
4. The portfolio is sufficiently diversified by investing in a number of companies without any restriction of market capitalization across a number of identified industries in the infrastructure sectors/PSU sectors, so as to reduce the risk of a concentrated portfolio.

**4. Significant Accounting Policies**

Accounting Policies are in accordance with the SEBI (Mutual Fund) Regulations, 1996.

**5. Unclaimed Dividend & Redemptions**

Summary of Unclaimed Dividend & Redemptions data scheme wise is as under:

<b>Scheme Name</b>	<b>Unclaimed Redemptions (Rs.)</b>	<b>Unclaimed Dividends (Rs.)</b>
Baroda Pioneer ELSS '96	126,756.83	1,525,113.25
Baroda Pioneer Growth Fund	474,923.41	6,910.90

Apart from the above, a further sum of Rs.1.49crs is outstanding for more than 3 years and is transferred to separate bank account maintained by the Trust

**6. Investor Complaints**

Details of investor complaints received during 2010-2011 in respect of the Fund are laid out in Annexure A.

**7. Statutory Information**

- a) 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. Ten lacs for setting up the Fund, and such other accretions / additions to the same.
- b) 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.
- c) The Annual Report shall be disclosed on the website ([www.barodapioneer.in](http://www.barodapioneer.in)) and shall be available for inspection at the Head Office of the Mutual Fund. Present and prospective unit holders can obtain a copy of the trust deed and the Annual Report of the Fund / AMC upon request.

**ACKNOWLEDGEMENT**

Baroda Pioneer Mutual Fund is grateful to its unit holders for reposing faith and confidence in it. The Fund expresses its deep gratitude to the Securities and Exchange Board of India, Association of Mutual Funds in India, Reserve Bank of India, Auditors, Registrars, Custodians, Bankers, Agents and Brokers for their continued support, advice and co-operation.

Last but not the least, the Fund places on record its appreciation for the services rendered by the Directors and staff of the AMC in managing the affairs of the Fund.

**For and on behalf of the Board of Trustees**

**Place : Mumbai**  
**Date : July 26, 2011**

**R. L. Baxi**  
**Chairman**

**Annexure A - Redressal of Complaints received against Mutual Funds (MFs) during 2010-11:**

 Name of Mutual Fund : Baroda Pioneer Mutual Fund  
 Total Number of Folios as on 31.03.2011 : 64,147

Complaint Code	Type of Complaint#	(a) No. of complaints pending at the beginning of the year	(b) No. of Complaints received during the year	Action on (a) and (b)								
				Resolved			Non Actionable *					
				Within 30 days	30-60 days	60-180 days	Beyond 180 days	0-3 months	3-6 months	6-9 months	9-12 months	
IA	Non receipt of Dividend on Units	0	144	144	0	0	0	0	0	0	0	0
IB	Interest on delayed payment of Dividend	0	0	0	0	0	0	0	0	0	0	0
IC	Non receipt of Redemption Proceeds	0	253	253	0	0	0	0	0	0	0	0
ID	Interest on delayed payment of Redemption	0	0	0	0	0	0	0	0	0	0	0
IIA	Non receipt of Statement of Account/Unit Certificate	0	196	196	0	0	0	0	0	0	0	0
IIB	Discrepancy in Statement of Account	0	0	0	0	0	0	0	0	0	0	0
IIIC	Non receipt of Annual Report/Abridged Summary	0	0	0	0	0	0	0	0	0	0	0
IIIA	Wrong switch between Schemes	0	0	0	0	0	0	0	0	0	0	0
IIIB	Unauthorized switch between Schemes	0	0	0	0	0	0	0	0	0	0	0
IIIC	Deviation from Scheme attributes	0	0	0	0	0	0	0	0	0	0	0
IIID	Wrong or excess charges/load	0	0	0	0	0	0	0	0	0	0	0
IIIE	Non updation of changes viz. address, PAN, bank details, nomination etc	0	0	0	0	0	0	0	0	0	0	0
IV	Others	0	88	88	0	0	0	0	0	0	0	0
	<b>TOTAL</b>	<b>0</b>	<b>681</b>	<b>681</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

# including against its authorized persons/ distributors/ employees/ etc.

\*\*Non actionable means the complaint that are incomplete / outside the scope of the mutual fund

**AUDITORS' REPORT**

**The Board of Trustees,  
Baroda Pioneer Mutual Fund,  
Mumbai.**

Dear Sirs,

We have audited the attached Balance Sheet of **BARODA PIONEER GROWTH FUND** of **BARODA PIONEER MUTUAL FUND**, as at 31<sup>st</sup> March, 2011 and also the Revenue Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Asset Management Company and the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

Based on the above, we report that :

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Scheme so far as appears from our examination of those books.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account.
4. The statement of accounts has been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
5. In our opinion, the methods adopted to value non-traded securities are fair and reasonable.

Without qualifying our opinion, we draw attention to Note no. 3 in schedule F of the financial statements wherein the Management of Baroda Pioneer Asset Management Co. Ltd. has explained its rationale for regarding Accounting Standard issued by the ICAI as not being applicable to Mutual Funds.

6. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the Statement on Significant Accounting Policies and Notes on Accounts attached thereto give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of the Balance Sheet of the statement of affairs of **BARODA PIONEER GROWTH FUND** as at 31<sup>st</sup> March, 2011 and
  - b) in the case of the Revenue Account of the surplus of the Scheme for the year ended on that date.

For and on behalf of

**BORKAR & MUZUMDAR**  
Chartered Accountants

Sd/-

**Devang Vaghani**

Partner

(M. No. 109386)

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

**BARODA PIONEER GROWTH FUND**
**BALANCE SHEET AS ON 31<sup>st</sup> MARCH, 2011**

		(RS.IN LAKH)	
	Schedule	31.03.2011	31.03.2010
<b>LIABILITIES</b>			
<b>Unit Capital</b>	<b>A</b>	1,729.19	1,715.01
<b>Reserves &amp; Surplus</b>	<b>B</b>	4,649.47	3,891.73
<b>Current Liabilities &amp; Provisions</b>	<b>C</b>	57.32	245.21
<b>TOTAL</b>		<u><u>6,435.98</u></u>	<u><u>5,851.95</u></u>
<b>ASSETS :-</b>			
<b>Investments</b>	<b>D</b>	6,065.08	5,543.65
<b>Deposits</b>	<b>E</b>	206.77	74.95
<b>Other Current Assets</b>	<b>F</b>	164.13	233.35
<b>TOTAL</b>		<u><u>6,435.98</u></u>	<u><u>5,851.95</u></u>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	<b>G</b>		
<b>NOTES TO THE ACCOUNTS</b>	<b>H</b>		

The Schedules referred to above form an integral part of the Balance Sheet.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**BARODA PIONEER GROWTH FUND**  
**REVENUE ACCOUNT FOR THE YEAR ENDED ON 31<sup>st</sup> MARCH, 2011**

	Schedule	31.03.2011	(RS. IN LAKH) 31.03.2010
<b>INCOME :-</b>			
Dividend		69.86	22.16
Interest		11.22	2.67
Net Profit on Sale/Redemption of Investments (Other than inter-scheme transfer/Sale)		263.77	313.04
Other Income		0.01	1.62
<b>TOTAL</b>		<b>344.86</b>	<b>339.49</b>
<b>EXPENSES &amp; LOSSES :-</b>			
Management Fees		71.92	37.69
Service tax on Management fees		7.41	3.88
Trusteeship Fees		0.09	0.03
Office and Administrative Expenses		15.45	8.09
Registration Fees		0.12	0.03
Commission to Agents		11.96	12.60
Audit Fees		0.35	0.75
Advertisement exps		0.00	0.75
Other Operating Expenses		30.01	4.13
Custodian Charges		2.24	1.30
Registrar Charges		9.54	6.85
		<b>149.09</b>	<b>76.10</b>
Less: Expenses reimbursed/ to be reimbursed by the Investment Manager (For details refer to Notes to Accounts point no 18.b.)		5.24	0.69
<b>TOTAL</b>		<b>143.85</b>	<b>75.41</b>
<b>Surplus / (Deficit) for the year</b>		201.01	264.08
Add / (Less) : Equalisation Account (See Schedule G Point No. 10)		260.05	2,385.01
Add : Appreciation in value of Investments (Net)		196.76	599.35
<b>Amount Available for Appropriation</b>		<b>657.82</b>	<b>3,248.44</b>
<b>APPROPRIATIONS :</b>			
<b>Dividend Distributed to Unit Holders</b>			
Dividend		0.00	115.68
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>657.82</b>	<b>3,132.76</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**G**

**NOTES TO THE ACCOUNTS**

**H**

The Schedules referred to above form an integral part of the Revenue Account

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee  
  
Sd/-  
**A. D. M. Chavali**  
Trustee

**BARODA PIONEER GROWTH FUND**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET AS ON 31<sup>st</sup> MARCH, 2011**

	31.03.2011	(RS.IN LAKH) 31.03.2010
<b>Schedule 'A'</b>		
<b>UNIT CAPITAL</b>		
Unit Capital	1,729.19	1,715.01
<b>Total</b>	<u><u>1,729.19</u></u>	<u><u>1,715.01</u></u>
<b>No. of units of face value Rs. 10/- each</b>		
	<b>17,291,872.78</b>	<b>17,150,131.82</b>
<b>Schedule 'B'</b>		
<b>RESERVES AND SURPLUS</b>		
<b>Revenue Reserve</b>		
Opening Balance	3,037.88	(94.88)
Add: Additions / (Deductions) during the year	<u>657.82</u>	<u>3,132.76</u>
	3,695.70	3,037.88
<b>Unit Premium Reserve</b>		
Opening Balance	853.85	304.60
Add: Additions / (Deductions) during the year	<u>99.92</u>	<u>549.25</u>
	953.77	853.85
<b>Total</b>	<u><u>4,649.47</u></u>	<u><u>3,891.73</u></u>
<b>Schedule 'C'</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Sundry Creditors	11.55	16.95
Unclaimed Dividend	0.00	5.26
Unclaimed Redemption	0.00	29.95
Payable for units switch out	4.75	171.99
Payable for units repurchased	8.06	6.34
Contracts for purchase of investments	18.83	0.00
Others	<u>14.06</u>	<u>14.72</u>
<b>Total</b>	<u><u>57.32</u></u>	<u><u>245.21</u></u>
<b>Schedule 'D'</b>		
<b>INVESTMENTS</b>		
Equity Shares	6,063.32	5,543.65
Non-Convertible Debentures / Bonds	<u>1.76</u>	<u>0.00</u>
<b>Total</b>	<u><u>6,065.08</u></u>	<u><u>5,543.65</u></u>
<b>Schedule 'E'</b>		
<b>DEPOSITS</b>		
Collateralized Borrowing and Lending Obligations (CBLO)	<u>206.77</u>	<u>74.95</u>
<b>Total</b>	<u><u>206.77</u></u>	<u><u>74.95</u></u>
<b>Schedule 'F'</b>		
<b>OTHER CURRENT ASSETS</b>		
Balance with Banks	14.91	53.62
Contracts for sale of Investments	121.02	73.94
Outstanding and accrued Income	0.05	0.31
Unit subscription receivable	22.91	104.11
Receivable for units switch in	0.00	0.00
Recoverable from AMC	<u>5.24</u>	<u>1.37</u>
<b>Total</b>	<u><u>164.13</u></u>	<u><u>233.35</u></u>

## SCHEDULE G:

COMMON ACCOUNTING POLICY (REFER TO PAGE NO. 52)

## SCHEDULE H:

NOTES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER GROWTH FUND FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 20111. Details of Assets as at 31<sup>st</sup> March 2011 are as under :

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>EQUITY &amp; EQUITY RELATED INSTRUMENTS</b>				
<b>Listed / Awaiting listing on Stock Exchanges</b>				
Reliance Industries Ltd.	Petroleum Products	55,298	580.13	9.09
Infosys Technologies Ltd.	Software	15,650	507.26	7.95
ICICI Bank Ltd.	Banks	37,900	423.04	6.63
Larsen & Toubro Ltd.	Construction Project	20,650	341.12	5.35
HDFC Ltd.	Finance	41,200	288.89	4.53
HDFC Bank Ltd.	Banks	10,050	235.76	3.70
ITC Ltd.	Consumer Non Durables	129,000	234.91	3.68
Tata Steel Ltd.	Ferrous Metals	33,500	208.45	3.27
Tata Consultancy Services Ltd.	Software	16,800	198.90	3.12
State Bank of India	Banks	7,000	193.57	3.03
Oil & Natural Gas Corporation Ltd.	Oil	60,400	175.95	2.76
Mahindra & Mahindra Ltd.	Auto	22,600	158.28	2.48
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	7,200	148.51	2.33
Bank of India	Banks	28,400	135.00	2.11
Sterlite Industries India Ltd.	Non - Ferrous Metals	75,200	130.62	2.05
Tata Motors Ltd.	Auto	9,400	117.34	1.84
Bharti Airtel Ltd.	Telecom - Services	28,700	102.57	1.61
Dr. Reddy's Laboratories Ltd.	Pharmaceuticals	6,000	98.34	1.54
Punjab National Bank	Banks	8,000	97.02	1.52
NTPC Ltd.	Power	49,800	96.16	1.51
Grasim Industries Ltd.	Cement	3,700	90.91	1.42
Union Bank of India	Banks	26,000	90.29	1.41
Cipla Ltd.	Pharmaceuticals	26,000	83.63	1.31
Infrastructure Development Finance Company Ltd.	Finance	52,000	80.39	1.26
Oracle Financial Services Software Ltd.	Software	4,000	79.47	1.25
Hindalco Industries Ltd.	Non - Ferrous Metals	37,500	78.43	1.23
Jindal Steel & Power Ltd.	Ferrous Metals	11,000	76.70	1.20
GAIL (India) Ltd.	Gas	14,700	68.21	1.07
Tata Power Co. Ltd.	Power	4,600	61.42	0.96
Sesa Goa Ltd.	Minerals/Mining	20,000	58.27	0.91
Coal India Ltd.	Minerals/Mining	15,393	53.34	0.84
Exide Industries Ltd.	Auto Ancillaries	37,000	53.08	0.83
Bank of Baroda	Banks	5,500	53.07	0.83
Biocon Ltd.	Pharmaceuticals	15,000	51.76	0.81
Yes Bank Ltd.	Banks	16,000	49.54	0.78
Maruti Suzuki India Ltd.	Auto	3,800	47.96	0.75



**1. Details of Assets as at 31<sup>st</sup> March 2011 are as under : (Contd.)**

<b>Name of the Instrument</b>	<b>Rating/Industry</b>	<b>Quantity</b>	<b>Market value (Rs. in Lakhs)</b>	<b>% to Net Assets</b>
Tata Global Beverages Ltd.	Consumer Non Durables	48,000	46.92	0.74
MOIL Ltd.	Ferrous Metals	10,335	40.80	0.64
Canara Bank	Banks	6,000	37.57	0.59
Oriental Bank of Commerce	Banks	9,500	36.96	0.58
Opto Circuits (India) Ltd.	Pharmaceuticals	12,000	33.06	0.52
Jindal Saw Ltd.	Ferrous Metals	16,000	32.74	0.51
Unitech Ltd.	Construction	80,000	32.32	0.51
Cairn India Ltd.	Oil	9,000	31.59	0.50
United Phosphorus Ltd.	Pesticides	20,000	29.89	0.47
Bharat Petroleum Corporation Ltd.	Petroleum Products	4,500	27.53	0.43
Bharat Electronics Ltd.	Industrial Capital Goods	1,600	26.93	0.42
Reliance Infrastructure Ltd.	Power	3,200	22.08	0.35
IRB Infrastructure Developers Ltd.	Transportation	10,000	21.21	0.33
Tata Chemicals Ltd.	Fertilisers	6,000	20.52	0.32
IVRCL Infrastructures & Projects Ltd.	Construction	24,000	19.61	0.31
Rural Electrification Corporation Ltd.	Finance	6,000	15.22	0.24
Reliance Communications Ltd.	Telecom - Services	14,000	15.07	0.24
Engineers India Ltd.	Engineering Services	3,894	11.87	0.19
Punjab & Sind Bank	Banks	6,293	6.88	0.11
SJVN Ltd.	Power	27,962	6.21	0.10
Kansal Fibres Ltd.**^	Retailing	200,000	0.02	0.00
Amex Carb. & Chem. Ltd.**^	Diversified Chemicals	149,000	0.01	0.00
Suncity Synthetics Ltd.**^	Retailing	100,000	0.01	0.00
Gowri Polymers Ltd.**^	Chemicals	70,000	0.01	0.00
Accord Cotsyn Ltd.**^@	Retailing	25,000	0.00	0.00
Soni Medicare Ltd.**^@	Health Care Facilities	25,000	0.00	0.00
SIV Industries Ltd.**^@	Retailing	14,750	0.00	0.00
Royal Industries Ltd.**^@	Retailing	10,000	0.00	0.00
DSQ Software Ltd.**^@	Application Software	8,000	0.00	0.00
Western Paques (India) Ltd.**^@	Environmental Services	6,650	0.00	0.00
<b>Sub Total (A)</b>			<b>6,063.32</b>	<b>95.06</b>
<b>DEBT INSTRUMENTS</b>				
<b>Bonds &amp; Non Convertible Debentures</b>				
<b>Listed / awaiting listing on the stock exchanges</b>				
Dr. Reddy's Laboratories Ltd.**	LAA+	36,000	1.76	0.03
<b>Sub Total (B)</b>			<b>1.76</b>	<b>0.03</b>
<b>Cash &amp; Cash Equivalent</b>				
CBLO / Reverse Repo Investments			206.77	3.24
Net Receivables/(Payables)			106.81	1.67
<b>Sub Total (C)</b>			<b>313.58</b>	<b>4.91</b>
<b>Total (A+B+C)</b>			<b>6,378.66</b>	<b>100.00</b>

\*\* Fair value of thinly traded/non-traded securities are determined by Baroda Pioneer Asset Management Company Limited in accordance with Guidelines on valuation of securities for mutual funds, issued by the Securities and Exchange Board of India and approved by the Board.

All corporate ratings are assigned by rating agencies like CRISIL, CARE, ICRA and FITCH.

Total exposure to illiquid securities is 0.00% of the portfolio, i.e. Rs. 0.06 Lakh.

2. The particulars of industry group which constitute not less than 5% of the total assets in the major classification are as under :

**Equity Shares:**

Industry	% age	Industry	% age
Banks	21.30	Software	12.32
Petroleum Products	9.53	Finance	6.03
Ferrous Metals	5.62	Construction Project	5.35
Auto	5.07		

3. The Management Fees have been provided at an annualized rate of 1.25% (previous year 1.25%) on the daily average net asset of the scheme. Daily Average Net Asset Value as at 31<sup>st</sup> March 2011 is Rs.57,53,03,968. (Previous year Rs. 30,16,80,024).  
Management Fees for the year ended 31<sup>st</sup> March 2011 is Rs. 71,92,256 (Previous year Rs. 37,69,353).
4. The aggregate value of purchases and sales of investments during the year are as under:

	2010-11		2009-10	
	Amount (Rs.)	% of Daily Avg. NAV	Amount (Rs.)	% of Daily Avg. NAV
Value of purchases	28,75,90,663	49.99	40,32,14,561	133.66
Value of sales	28,14,99,621	48.93	22,58,46,513	74.86

5. Movement in unit capital:

**Current Year: 2010-11:**

Particular	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Balance as on 31 <sup>st</sup> March, 2010	38,64,594.775	1,32,85,537.044	1,71,50,131.819	1,715.01
Add : Subscriptions	35,96,483.223	11,76,849.310	47,73,332.533	477.33
Less : Redemptions	22,53,905.232	23,77,686.344	46,31,591.576	463.15
Balance as on 31 <sup>st</sup> March, 2011	52,07,172.766	1,20,84,700.010	1,72,91,872.776	1,729.19

Previous Year: 2009-10:

Particular	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Balance as on 31 <sup>st</sup> March, 2009	2,74,505.093	24,06,684.068	26,81,189.161	268.12
Add : Subscriptions	50,92,688.140	35,54,211.591	86,46,899.731	864.69
Add : Subscription on account of Merger	88,452.536	99,35,363.528	1,00,23,816.064	1,002.38
Less : Redemptions	15,91,050.994	26,10,722.143	42,01,773.137	420.18
Balance as on 31 <sup>st</sup> March, 2010	38,64,594.775	1,32,85,537.044	1,71,50,131.819	1,715.01

6. During the year there were no transactions pertaining to derivatives and foreign securities.
7. No provision for taxation is required as Baroda Pioneer Mutual Fund is a recognised Mutual Fund under Section 10 (23D) of the Income Tax Act, 1961.
8. a) The Scheme has not undertaken any underwriting obligations with respect to issue of securities of associate companies.  
b) The Scheme has not subscribed to any issues where any of its associate companies is a lead manager.  
c) The Scheme has not subscribed to any issue of equity or debt on private placement basis where the sponsor or associate companies have acted as arranger or manager.

## 9. Details of Unclaimed Dividends as at March 31, 2011:

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Unclaimed Dividends	6,910.9	41,57,425*

\*Includes an amount of Rs. 36,31,907/- pertains to Baroda Pioneer Diversified Fund which got merged in to Baroda Pioneer Growth Fund on 30<sup>th</sup> October 2009.

Apart from the above, a further sum of Rs. 34,44,334.29/- is outstanding for more than 3 years and is transferred to separate bank account maintained by the Trust.

## 10. Details of Unclaimed Redemptions as at March 31, 2011:

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Unclaimed Redemptions	4,74,923.41	31,86,499*

\*Includes an amount of Rs. 1,91,676/- pertains to Baroda Pioneer Diversified Fund which got merged in to Baroda Pioneer Growth Fund on 30<sup>th</sup> October 2009.

## 11. Details of each item of expenditure accounting for more than 10% of total expenditure are as under:

**Current Year: 2010-11:**

Nature of Expenditure	Percentage #
Management Fees (Inclusive of Service Tax)	55.15%
Other Operating Expenses	17.22%
Office and Administrative Expenses	10.74%

#Net of expenses reimbursed/ to be reimbursed by the Investment Manager

**Previous Year: 2009-10:**

Nature of Expenditure	Percentage #
Management Fees	49.98%
Commission to Agents	16.71%
Office and Administrative Expenses	10.73%

#Net of expenses reimbursed/ to be reimbursed by the Investment Manager

## 12. Details of Non-Performing Investments are as under:

**Current Year: 2010-11:**

Cost of Investment (Rs.)	Market Value / Fair Value (Rs.)	Type of Investment	Written-off during the year (Rs.)
6,084.00*	6,084.00	Equity Shares	Nil

\*Non-traded, amount written off

**Previous Year: 2009-10:**

Cost of Investment (Rs.)	Market Value / Fair Value (Rs.)	Type of Investment	Written-off during the year (Rs.)
6,084.00*	6,084.00	Equity Shares	Nil

\*Non-traded, amount written off

## 13. Details of large holding (over 25% of NAV of the schemes) are as under:

- No. of investors : Nil (Previous year Nil)
- Total holdings by such investors as % of the NAV : Nil (Previous year Nil)

## 14. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended:

Investment made by Baroda Pioneer Mutual Fund in companies which hold units in excess of 5% of the net asset value of any of the schemes of Baroda Pioneer Mutual Fund for the period ended March 31, 2011. (Please refer the Annexure I)

15. Net Asset Value Per Unit:

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>	<b>31-Mar-10 (Rs.)</b>
Face Value	10.00	10.00
Net Asset Value		
Regular Plan - Growth Option	53.09	49.41
Regular Plan - Dividend Option	29.91	27.83

16. Details of transactions with Associates in terms of regulation 25(8)

- Brokerage paid to associates/related parties/group companies of Sponsor/AMC (Please refer to Annexure I)
- Commission paid to associates/related parties/group companies of sponsor/AMC (Please refer to Annexure I)

17. Perspective Historical Per Unit Statistics  
(Please refer the Annexure II)

18. a) Annualised total income (net of loss on sale & appreciation/depreciation on investments) and expenditure (excluding loss on sale of investments) as a percentage of the average daily net assets during the year are given below:

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Income	9.41%	31.12%
Expenditure	2.50%	2.50%

- b) Details of expenses reimbursed/ to be reimbursed by the Investment Manager are as follows:

<b>Particulars</b>	<b>Current Year (Rs. In Lakh)</b>	<b>Previous Year (Rs. In Lakh)</b>
Other Operating Expenses	5.24	-
Registrar Charges	-	0.69
<b>Total</b>	<b>5.24</b>	<b>0.69</b>

19. Unprovided diminution and unrealised appreciation in the value of Investments:

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>	<b>31-Mar-10 (Rs.)</b>
Unrealised appreciation	7,69,55,970	5,72,80,009

20. Load charges collected are used for meeting the selling and distribution expenses.

21. Previous year figures have been reclassified/restated wherever necessary to conform to the current year's presentation.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**AUDITORS' REPORT**

**The Board of Trustees,  
Baroda Pioneer Mutual Fund,  
Mumbai.**

Dear Sirs,

We have audited the attached Balance Sheet of **BARODA PIONEER ELSS' 96** of **BARODA PIONEER MUTUAL FUND**, as at 31<sup>st</sup> March, 2011 and also the Revenue Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Asset Management Company and the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

Based on the above, we report that :

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Scheme so far as appears from our examination of those books.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account.
4. The statement of accounts has been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
5. In our opinion, the methods adopted to value non-traded securities are fair and reasonable.

Without qualifying our opinion, we draw attention to Note no. 3 in schedule F of the financial statements wherein the Management of Baroda Pioneer Asset Management Co. Ltd has explained its rationale for regarding Accounting Standard issued by the ICAI as not being applicable to Mutual Funds.

6. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the Statement on Significant Accounting Policies and Notes on Accounts attached thereto give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of the Balance Sheet of the statement of affairs of **BARODA PIONEER ELSS' 96** as at 31<sup>st</sup> March, 2011 and
  - b) in the case of the Revenue Account of the surplus of the Scheme for the year ended on that date.

For and on behalf of

**BORKAR & MUZUMDAR**  
Chartered Accountants

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

**BARODA PIONEER ELSS '96**

**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

**(RS. IN LAKH)**

	Schedule	31.03.2011	31.03.2010
<b>LIABILITIES :-</b>			
<b>Unit Capital</b>	<b>A</b>	907.63	809.36
<b>Reserves &amp; Surplus</b>	<b>B</b>	1,337.59	1,151.92
<b>Current Liabilities &amp; Provisions</b>	<b>C</b>	35.49	38.56
<b>TOTAL</b>		<u><u>2,280.71</u></u>	<u><u>1,999.84</u></u>
<b>ASSETS :-</b>			
<b>Investments</b>	<b>D</b>	2,056.23	1,650.28
<b>Deposits</b>	<b>E</b>	72.92	109.93
<b>Other Current Assets</b>	<b>F</b>	151.56	239.63
<b>TOTAL</b>		<u><u>2,280.71</u></u>	<u><u>1,999.84</u></u>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	<b>G</b>		
<b>NOTES TO THE ACCOUNTS</b>	<b>H</b>		

The Schedules referred to above form an integral part of the Balance Sheet.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset Management Co. Ltd.**

**For Board of Trustees - Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**BARODA PIONEER ELSS '96  
 REVENUE ACCOUNT FOR THE YEAR ENDED ON 31<sup>ST</sup> MARCH, 2011**

	Schedule	31.03.2011	(RS. IN LAKH) 31.03.2010
<b>INCOME :-</b>			
Dividend		24.61	15.28
Interest		3.44	0.89
Net Profit on Sale/Redemption of Investments (Other than inter-scheme transfer/Sale)		143.97	297.45
Other Income		0.04	1.94
<b>TOTAL</b>		<b>172.06</b>	<b>315.56</b>
<b>EXPENSES &amp; LOSSES :-</b>			
Management Fees		25.37	16.97
Service tax on Management fees		2.61	1.75
Trusteeship Fees		0.03	0.01
Office and Administrative Expenses		11.37	2.89
Registration Fees		0.04	0.04
Commission to Agents		8.16	11.25
Audit Fees		0.12	0.09
Other Operating Expenses		12.39	4.67
Custodian Charges		0.79	0.55
Registrar Charges		2.67	4.09
		<b>63.55</b>	<b>42.31</b>
Less: Expenses reimbursed/ to be reimbursed by the Investment Manager (For details refer to Notes to Accounts point no 18.b.)		12.81	8.38
<b>TOTAL</b>		<b>50.74</b>	<b>33.93</b>
<b>Surplus/(Deficit) for the year</b>		121.32	281.63
Add / (Less) : Equalisation Account		41.26	84.41
Add : Appreciation in value of Investments (Net)		55.52	434.61
<b>Amount Available for Appropriation</b>		<b>218.10</b>	<b>800.65</b>
<b>APPROPRIATIONS :</b>			
Dividend Distributed to Unit Holders		123.03	0.00
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>95.07</b>	<b>800.65</b>

**SIGNIFICANT ACCOUNTING POLICIES**
**NOTES TO THE ACCOUNTS**

The Schedules referred to above form an integral part of the Revenue Account

As per our report of even date

For and on behalf of

**BORKAR & MUZUMDAR**

Chartered Accountants

For Baroda Pioneer Asset

Management Co. Ltd.

For Board of Trustees -

Baroda Pioneer Mutual Fund

Sd/-

**Devang Vaghani**

Partner

(M. No. 109386)

Sd/-

**Rajan Krishnan**

Managing Director

Sd/-

**R. L. Baxi**

Chairman

Sd/-

**Dipak Acharya**

Fund Manager

Sd/-

**V. H. Bhatia**

Trustee

Place : Mumbai

Date : 26<sup>th</sup> July, 2011

Sd/-

**S. K. Suvarna**

Trustee

Sd/-

**A. D. M. Chavali**

Trustee

**BARODA PIONEER ELSS'96**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

	31.03.2011 (RS.IN LAKH)	31.03.2010 (RS.IN LAKH)
<b>Schedule 'A'</b>		
<b>UNIT CAPITAL</b>		
Unit Capital	907.63	809.36
<b>Total</b>	<b>907.63</b>	<b>809.36</b>
<b>No. of units of face value Rs. 10/- each</b>	<b>9,076,348.68</b>	<b>8,093,601.17</b>
<b>Schedule 'B'</b>		
<b>RESERVES AND SURPLUS</b>		
<b>Revenue Reserve</b>		
Opening Balance	568.64	(232.01)
Add: Additions / (Deductions) during the year	95.07	800.65
	663.71	568.64
<b>Unit Premium Reserve Account</b>		
Opening Balance	583.28	423.57
Add: Additions during the year	90.60	159.71
	673.88	583.28
<b>Total</b>	<b>1,337.59</b>	<b>1,151.92</b>
<b>Schedule 'C'</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Sundry Creditors	2.14	7.88
Unclaimed Dividend	15.25	27.35
Unclaimed Redemption	1.27	0.38
Payable for units repurchased	1.09	2.63
Contracts for purchase of investments	9.41	0.00
Distribution Income Payable	1.05	0.00
Others	5.28	0.32
<b>Total</b>	<b>35.49</b>	<b>38.56</b>
<b>Schedule 'D'</b>		
<b>INVESTMENTS</b>		
Equity Shares	2,055.94	1,650.28
Non-Convertible Debentures / Bonds	0.29	0.00
<b>Total</b>	<b>2,056.23</b>	<b>1,650.28</b>
<b>Schedule 'E'</b>		
<b>DEPOSITS</b>		
Collateralized Borrowing and Lending Obligations (CBLO)	72.92	109.93
<b>Total</b>	<b>72.92</b>	<b>109.93</b>
<b>Schedule 'F'</b>		
<b>OTHER CURRENT ASSETS</b>		
Balance with Banks	36.85	45.17
Contracts for sale of Investments	44.96	9.45
Outstanding and accrued Income	0.02	0.09
Unit subscription receivable	56.35	176.62
Recoverable from AMC	12.81	8.03
Others	0.57	0.27
<b>Total</b>	<b>151.56</b>	<b>239.63</b>



**SCHEDULE G:**
**COMMON ACCOUNTING POLICY (REFER TO PAGE NO. 52)**
**SCHEDULE H:**
**NOTES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER ELSS'96  
 FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2011**

 1. Details of Assets as at 31<sup>st</sup> March 2011 are as under :

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>EQUITY &amp; EQUITY RELATED INSTRUMENTS</b>				
<b>Listed / Awaiting listing on Stock Exchanges</b>				
Reliance Industries Ltd.	Petroleum Products	18,000	188.84	8.41
Infosys Technologies Ltd.	Software	5,800	187.99	8.37
ICICI Bank Ltd.	Banks	13,600	151.80	6.76
Larsen & Toubro Ltd.	Construction Project	8,100	133.80	5.96
HDFC Ltd.	Finance	18,500	129.72	5.78
Oil & Natural Gas Corporation Ltd.	Oil	30,800	89.72	4.00
HDFC Bank Ltd.	Banks	3,800	89.14	3.97
ITC Ltd.	Consumer Non Durables	48,200	87.77	3.91
State Bank of India	Banks	3,000	82.96	3.69
Tata Consultancy Services Ltd.	Software	5,300	62.75	2.79
Tata Steel Ltd.	Ferrous Metals	9,700	60.36	2.69
Bharti Airtel Ltd.	Telecom - Services	15,900	56.83	2.53
Mahindra & Mahindra Ltd.	Auto	7,940	55.61	2.48
Tata Motors Ltd.	Auto	4,400	54.93	2.45
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	2,500	51.57	2.30
Sterlite Industries India Ltd.	Non - Ferrous Metals	29,600	51.42	2.29
Bank of India	Banks	9,600	45.63	2.03
NTPC Ltd.	Power	22,000	42.48	1.89
Jindal Steel & Power Ltd.	Ferrous Metals	5,500	38.35	1.71
Tata Power Company Ltd.	Power	2,500	33.38	1.49
Cipla Ltd.	Pharmaceuticals	8,000	25.73	1.15
Grasim Industries Ltd.	Cement	1,000	24.57	1.10
Infrastructure Development Finance Company Ltd.	Finance	13,000	20.10	0.90
Oracle Financial Services Software Ltd.	Software	1,000	19.87	0.88
Bank of Baroda	Banks	2,000	19.30	0.86
Exide Industries Ltd.	Auto Ancillaries	13,000	18.65	0.83
Biocon Ltd.	Pharmaceuticals	5,100	17.60	0.78
Tata Global Beverages Ltd.	Consumer Non Durables	17,000	16.62	0.74
Dr. Reddy's Laboratories Ltd.	Pharmaceuticals	1,000	16.39	0.73
United Phosphorus Ltd.	Pesticides	10,000	14.95	0.67
GAIL (India) Ltd.	Gas	3,000	13.92	0.62
Union Bank Of India	Banks	4,000	13.89	0.62
Maruti Suzuki India Ltd.	Auto	1,100	13.88	0.62

1. Details of Assets as at 31<sup>st</sup> March 2011 are as under : (Contd.)

<b>Name of the Instrument</b>	<b>Rating/Industry</b>	<b>Quantity</b>	<b>Market value (Rs. in Lakhs)</b>	<b>% to Net Assets</b>
Hindalco Industries Ltd.	Non - Ferrous Metals	6,000	12.55	0.56
Canara Bank	Banks	2,000	12.52	0.56
Yes Bank Ltd.	Banks	4,000	12.38	0.55
Cairn India Ltd.	Oil	3,500	12.28	0.55
Reliance Infrastructure Ltd.	Power	1,600	11.04	0.49
Unitech Ltd.	Construction	27,000	10.91	0.48
MOIL Ltd.	Ferrous Metals	2,657	10.49	0.47
Oriental Bank of Commerce	Banks	2,200	8.56	0.38
Reliance Communications Ltd.	Telecom - Services	7,600	8.18	0.36
Tata Chemicals Ltd.	Fertilisers	2,000	6.84	0.30
IRB Infrastructure Developers Ltd.	Transportation	3,000	6.36	0.28
IVRCL Infrastructures & Projects Ltd.	Construction	6,000	4.90	0.22
Opto Circuits (India) Ltd.	Pharmaceuticals	1,500	4.13	0.18
Engineers India Ltd.	Engineering Services	1,067	3.25	0.14
Punjab & Sind Bank	Banks	944	1.03	0.05
DSQ Software Ltd. **^@	Application Software	2,500	0.00	0.00
Transtream India Com Ltd.**^@	IT Enabled Services	1,000	0.00	0.00
<b>Sub Total (A)</b>			<b>2,055.94</b>	<b>91.57</b>
<b>DEBT INSTRUMENTS</b>				
<b>Bonds &amp; Non Convertible Debentures</b>				
<b>Listed / awaiting listing on the stock exchanges</b>				
Dr. Reddy's Laboratories Ltd.**	LAA+		0.29	0.01
<b>Sub Total (B)</b>			<b>0.29</b>	<b>0.01</b>
<b>Cash &amp; Cash Equivalent</b>				
CBLO / Reverse Repo Investments			72.92	3.25
Net Receivables/(Payables)			116.07	5.17
<b>Sub Total (C)</b>			<b>188.99</b>	<b>8.42</b>
<b>Total (A+B+C)</b>			<b>2,245.22</b>	<b>100.00</b>

\*\* Fair value of thinly traded/non-traded securities are determined by Baroda Pioneer Asset Management Company Limited in accordance with Guidelines on valuation of securities for mutual funds, issued by the Securities and Exchange Board of India and approved by the Board.

All corporate ratings are assigned by rating agencies like CRISIL, CARE, ICRA and FITCH.

Total exposure to illiquid securities is 0.00% of the portfolio, i.e. Rs. 0.00 Lakh

2. The particulars of industry group which constitute not less than 5% of the total assets in the major classification are as under :

**Equity Shares:**

Industry	% age	Industry	% age
Banks	19.47	Software	12.05
Petroleum Products	8.41	Finance	6.67
Construction Project	5.96	Auto	5.54

3. The Management Fees have been provided at an annualized rate of 1.25% (Previous year 1.25%) on the daily average net asset of the scheme. Daily Average Net Asset Value as at 31<sup>st</sup> March 2011 is Rs.20,28,29,887 (Previous year Rs. 13,57,06,877).

Management Fees for the year ended 31<sup>st</sup> March 2011 is Rs. 25,36,878 (Previous year Rs.16,96,573).

4. The aggregate value of purchases and sales of investments during the year are as under :

	2010-11		2009-10	
	Amount (Rs.)	% of Daily Avg. NAV	Amount (Rs.)	% of Daily Avg. NAV
Value of purchases	10,56,58,174	52.09	14,39,69,582	106.09
Value of sales	8,50,12,377	41.91	11,48,75,378	84.65

5. Movement in unit capital:

**Current Year: 2010-11:**
**(Rs. in Lakhs)**

Particulars	No. of units	Unit Capital
Balance as on 31 <sup>st</sup> March, 2010	80,93,601.171	809.36
Add: Subscriptions	19,34,212.988	193.42
Less: Redemptions	9,51,465.475	95.15
Balance as on 31 <sup>st</sup> March, 2011	90,76,348.684	907.63

**Previous Year: 2009-10:**
**(Rs. in Lakhs)**

Particulars	No. of units	Unit Capital
Balance as on 31 <sup>st</sup> March, 2009	63,66,082.559	636.61
Add: Subscriptions	27,60,531.177	276.05
Less: Redemptions	10,33,012.565	103.30
Balance as on 31 <sup>st</sup> March, 2010	80,93,601.171	809.36

6. During the year there were no transactions pertaining to derivatives and foreign securities.
7. No provision for taxation is required as Baroda Pioneer Mutual Fund is a recognised Mutual Fund under Section 10 (23D) of the Income Tax Act, 1961.
8. a) The Scheme has not undertaken any underwriting obligations with respect to issue of securities of associate companies.
- b) The Scheme has not subscribed to any issues where any of its associate companies is a lead manager.
- c) The Scheme has not subscribed to any issue of equity or debt on private placement basis where the sponsor or associate companies have acted as arranger or manager.

9. Details of Non-Performing Investments are as under:

**Current Year: 2010-11:**

Cost of Investment (Rs.)	Market Value / Fair Value (Rs.)	Type of Investment	Written-off during the year (Rs.)
20,63,825.00*	35.00	Equity Shares	Nil

\*Non-traded, amount written off

**Previous Year: 2009-10:**

Cost of Investment (Rs.)	Market Value / Fair Value (Rs.)	Type of Investment	Written-off during the year (Rs.)
20,63,825.00*	35.00	Equity Shares	Nil

\*Non-traded, amount written off

10. Details of Unclaimed Dividends are as under:

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Unclaimed Dividends	15,25,113.25	27,34,660

Apart from the above, a further sum of Rs. 24,80,685.55 is outstanding for more than 3 years and is transferred to separate bank account maintained by the Trust.

11. Details of Unclaimed Redemptions as at March 31, 2011

Particulars	Current Year (Rs.)	Previous Year (Rs.)
Unclaimed Redemptions	1,26,756.83	38,370

12. Details of each item of expenditure accounting for more than 10% of total expenditure are as under:

**Current Year: 2010-11:**

Nature of Expenditure	Percentage #
Management Fees (Inclusive of service Tax)	55.15%
Office and Administrative Expenses	22.41%
Commission to Agents	10.14%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

**Previous Year: 2009-10:**

Nature of Expenditure	Percentage #
Management Fees	50.00%
Commission to Agents	12.43%
Other Operating Expenses	13.77%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

13. Details of large holding (over 25% of NAV of the schemes) are as under:

- No. of investors : Nil (previous year Nil)
- Total holdings by such investors as % of the NAV : Nil (previous year Nil)

14. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended:

Investment made by Baroda Pioneer Mutual Fund in companies which hold units in excess of 5% of the net asset value of any of the schemes of Baroda Pioneer Mutual Fund for the period ended March 31, 2011.

(Please refer the Annexure I)

## 15. Net Asset Value Per Unit

Particulars	March 31, 2011 (Rs.)	March 31, 2010 (Rs.)
Face Value	10.00	10.00
Net Asset Value		
Regular Plan - Dividend Option	24.74	24.23

## 16. Details of transactions with Associates in terms of regulation 25(8)

- Brokerage paid to associates/related parties/group companies of Sponsor/AMC. (Please refer to Annexure I)
- Commission paid to associates/related parties/group companies of sponsor/AMC (Please refer to Annexure I)

 17. Perspective Historical Per Unit Statistics  
 (Please refer the Annexure II)

18. a) Annualised total income (net of loss on sale & appreciation/depreciation on investments) and expenditure (excluding loss on sale of investments) as a percentage of the average daily net assets during the year are given below :

Particulars	Current Year	Previous Year
Income	11.22%	55.28%
Expenditure	2.50%	2.50%

- b) Details of expenses reimbursed/ to be reimbursed by the Investment Manager are as follows:

Particulars	Current Year (Rs. In Lakh)	Previous Year (Rs. In Lakh)
Other Operating Expenses	9.80	0.00
Commission to Agents	3.01	7.04
Registrar Charges	0.00	1.34
<b>Total</b>	<b>12.81</b>	<b>8.38</b>

## 19. Unprovided diminution and unrealised appreciation in the value of Investments:

Particulars	31-Mar-11 (Rs.)	31-Mar-10 (Rs.)
Unrealised appreciation	3,66,00,002	3,10,47,662

20. Load charges collected are used for meeting the selling and distribution expenses.

21. Previous year figures have been reclassified/restated wherever necessary to conform to the current year's presentation.

**As per our report of even date**
**For and on behalf of**
**BORKAR & MUZUMDAR**  
 Chartered Accountants

 Sd/-  
**Devang Vaghani**  
 Partner  
 (M. No. 109386)

**For Baroda Pioneer Asset  
 Management Co. Ltd.**

 Sd/-  
**Rajan Krishnan**  
 Managing Director

 Sd/-  
**Dipak Acharya**  
 Fund Manager

**For Board of Trustees -  
 Baroda Pioneer Mutual Fund**

 Sd/-  
**R. L. Baxi**  
 Chairman

 Sd/-  
**V. H. Bhatia**  
 Trustee

 Sd/-  
**S. K. Suvarna**  
 Trustee

 Sd/-  
**A. D. M. Chavali**  
 Trustee

 Place : Mumbai  
 Date : 26<sup>th</sup> July, 2011

**AUDITORS' REPORT**

**The Board of Trustees,**  
**Baroda Pioneer Mutual Fund,**  
Mumbai.

Dear Sirs,

We have audited the attached Balance Sheet of **BARODA PIONEER BALANCE FUND** of **BARODA PIONEER MUTUAL FUND**, as at 31<sup>st</sup> March, 2011 and also the Revenue Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Asset Management Company and the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

Based on the above, we report that :

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Scheme so far as appears from our examination of those books.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account.
4. The statement of accounts has been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
5. In our opinion, the methods adopted to value non-traded securities are fair and reasonable.

Without qualifying our opinion, we draw attention to Note no. 3 in schedule F of the financial statements wherein the Management of Baroda Pioneer Asset Management Co. Ltd has explained its rationale for regarding Accounting Standard issued by the ICAI as not being applicable to Mutual Funds.

6. In our opinion and of th best of our information and according to the explanations given to us, the accounts read with the Statement on Significant Accounting Policies and Notes on Accounts attached thereto give a true and fair view in conformity with the accounting principles generally accepted in India :
  - a) in the case of the Balance Sheet of the statement of affairs of **BARODA PIONEER BALANCE FUND** as at 31<sup>st</sup> March, 2011 and
  - b) in the case of the Revenue Account of the surplus of the Scheme for the year ended on that date.

For and on behalf of

**BORKAR & MUZUMDAR**  
Chartered Accountants

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

**BARODA PIONEER BALANCE FUND**
**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

		(RS. IN LAKH)	
	Schedule	31.03.2011	31.03.2010
<b>LIABILITIES :-</b>			
<b>Unit Capital</b>	<b>A</b>	35.01	36.72
<b>Reserves &amp; Surplus</b>	<b>B</b>	68.50	58.49
<b>Current Liabilities &amp; Provisions</b>	<b>C</b>	0.75	0.43
		<hr/>	<hr/>
<b>TOTAL</b>		<b>104.26</b>	<b>95.64</b>
		<hr/> <hr/>	<hr/> <hr/>
<b>ASSETS :-</b>			
<b>Investments</b>	<b>D</b>	71.11	64.16
<b>Deposits</b>	<b>E</b>	18.98	17.99
<b>Other Current Assets</b>	<b>F</b>	14.17	13.49
		<hr/>	<hr/>
<b>TOTAL</b>		<b>104.26</b>	<b>95.64</b>
		<hr/> <hr/>	<hr/> <hr/>
<b>SIGNIFICANT ACCOUNTING POLICIES</b>	<b>G</b>		
<b>NOTES TO THE ACCOUNTS</b>	<b>H</b>		

The Schedules referred to above form an integral part of the Balance Sheet.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset Management Co. Ltd.**

**For Board of Trustees - Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**BARODA PIONEER BALANCE FUND**  
**REVENUE ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2011**

	Schedule	31.03.2011	(RS.IN LAKH) 31.03.2010
<b>INCOME :-</b>			
Dividend		1.07	0.54
Interest		1.26	0.41
Net Profit on Sale/Redemption of Investments (Other than inter-scheme transfer/Sale)		8.93	12.91
Other Income		0.62	0.09
<b>TOTAL</b>		<b>11.88</b>	<b>13.95</b>
<b>EXPENSES &amp; LOSSES :-</b>			
Management Fees		0.00	0.84
Service tax on Management fees		0.00	0.09
Trusteeship Fees		0.00	0.00
Office and Administrative Expenses		2.95	0.96
Registration Fees		0.00	0.01
Commission to Agents		0.34	0.43
Audit Fees		0.01	0.01
Other Operating Expenses		1.31	0.60
Custodian Charges		0.03	0.03
Registrar Charges		0.14	1.16
		<b>4.78</b>	<b>4.13</b>
Less: Expenses reimbursed/ to be reimbursed by the Investment Manager (For details refer to Notes to Accounts point no 15.b.)		3.52	2.35
<b>TOTAL</b>		<b>1.26</b>	<b>1.78</b>
<b>Surplus / (Deficit) for the year</b>		10.62	12.17
Add / (Less) : Equalisation Account (See Schedule G Point No. 10)		(2.85)	8.97
Add : Appreciation in value of investments (Net)		3.43	13.75
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>11.20</b>	<b>34.89</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**G  
H**

The Schedules referred to above form an integral part of the Revenue Account

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee



**BARODA PIONEER BALANCE FUND**
**SCHEDULES FORMING PART OF THE BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

	(RS. IN LAKH)	
	31.03.2011	31.03.2010
<b>Schedule 'A'</b>		
<b>UNIT CAPITAL</b>		
Unit Capital	35.01	36.72
<b>Total</b>	<b>35.01</b>	<b>36.72</b>
<b>No. of units of face value Rs. 10/- each</b>		
	<b>350,115.29</b>	<b>367,243.05</b>
<b>Schedule 'B'</b>		
<b>RESERVES AND SURPLUS</b>		
<b>Revenue Reserve</b>		
Opening Balance	603.40	568.51
Add: Additions / (Deductions) during the year	11.20	34.89
	614.60	603.40
<b>Unit Premium Reserve</b>		
Opening Balance	(544.91)	(547.47)
Add: Additions / (Deductions) during the year	(1.19)	2.56
	(546.10)	(544.91)
<b>Total</b>	<b>68.50</b>	<b>58.49</b>
<b>Schedule 'C'</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Sundry Creditors	0.00	0.36
Payable for units repurchased	0.56	0.00
Others	0.19	0.07
<b>Total</b>	<b>0.75</b>	<b>0.43</b>
<b>Schedule 'D'</b>		
<b>INVESTMENTS</b>		
Equity Shares	71.05	64.16
Non-Convertible Debentures / Bonds	0.06	0.00
<b>Total</b>	<b>71.11</b>	<b>64.16</b>
<b>Schedule 'E'</b>		
<b>DEPOSITS</b>		
Collateralized Borrowing and Lending Obligations (CBLO)	18.98	17.99
<b>Total</b>	<b>18.98</b>	<b>17.99</b>
<b>Schedule 'F'</b>		
<b>OTHER CURRENT ASSETS</b>		
Balance with Banks	2.57	4.04
Contracts for sale of Investments	7.10	5.37
Outstanding and accrued Income	0.01	0.00
Unit subscription receivable	1.12	3.17
Recoverable from AMC	3.37	0.91
<b>Total</b>	<b>14.17</b>	<b>13.49</b>

## SCHEDULE G:

COMMON ACCOUNTING POLICY (REFER TO PAGE NO.52)

## SCHEDULE H:

NOTES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER BALANCE FUND FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 20111. Details of Assets as at 31<sup>st</sup> March 2011 are as under :

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>EQUITY &amp; EQUITY RELATED INSTRUMENTS</b>				
<b>Listed / Awaiting listing on Stock Exchanges</b>				
Infosys Technologies Ltd.	Software	300	9.72	9.39
Reliance Industries Ltd.	Petroleum Products	850	8.92	8.61
ITC Ltd.	Consumer Non Durables	3,400	6.19	5.98
Oil & Natural Gas Corporation Ltd.	Oil	1,600	4.66	4.50
Larsen & Toubro Ltd.	Construction Project	250	4.13	3.99
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	200	4.12	3.98
Oriental Bank of Commerce	Banks	1,000	3.89	3.76
Tata Steel Ltd.	Ferrous Metals	600	3.73	3.61
HDFC Ltd.	Finance	500	3.51	3.39
Dr. Reddy's Laboratories Ltd.	Pharmaceuticals	200	3.28	3.17
Mahindra & Mahindra Ltd.	Auto	400	2.80	2.71
Cipla Ltd.	Pharmaceuticals	800	2.57	2.49
Tata Motors Ltd.	Auto	200	2.50	2.41
HDFC Bank Ltd.	Banks	100	2.35	2.27
Cairn India Ltd.	Oil	600	2.10	2.03
Oracle Financial Services Software Ltd.	Software	100	1.99	1.92
NTPC Ltd.	Power	1,000	1.93	1.87
United Phosphorus Ltd.	Pesticides	1,000	1.49	1.44
Tata Chemicals Ltd.	Fertilisers	300	1.03	0.99
Punjab & Sind Bank	Banks	125	0.14	0.13
<b>Sub Total (A)</b>			<b>71.05</b>	<b>68.64</b>
<b>DEBT INSTRUMENTS</b>				
<b>Bonds &amp; Non Convertible Debentures</b>				
<b>Listed / awaiting listing on the stock exchanges</b>				
Dr. Reddy's Laboratories Ltd.**	LAA+	1,200	0.06	0.06
<b>Sub Total (B)</b>			<b>0.06</b>	<b>0.06</b>
<b>Cash &amp; Cash Equivalent</b>				
CBLO / Reverse Repo Investments			18.98	18.33
Net Receivables/(Payables)			13.43	12.97
<b>Sub Total (C)</b>			<b>32.41</b>	<b>31.30</b>
<b>Total (A+B+C)</b>			<b>103.52</b>	<b>100.00</b>

\*\* Fair value of thinly traded/non-traded securities are determined by Baroda Pioneer Asset Management Company Limited in accordance with Guidelines on valuation of securities for mutual funds, issued by the Securities and Exchange Board of India and approved by the Board.

All corporate ratings are assigned by rating agencies like CRISIL, CARE, ICRA and FITCH.

2. The particulars of industry group which constitute not less than 5% of the assets in the major classification are as under:

**Equity Shares:**

Industry	% age	Industry	% age
Software	11.31	Petroleum Products	8.61
Oil	6.54	Banks	6.16
Consumer Non Durables	5.98	Pharmaceuticals	5.65
Auto	5.12		

3. The Management Fees have been provided at an annualized rate of 0.00% (previous year 1.13%) on the daily average net asset of the scheme. Daily Average Net Asset Value as at 31<sup>st</sup> March 2011 is Rs. 1,00,54,669 (Previous year Rs. 74,67,966).

Management Fees for the year ended 31<sup>st</sup> March 2011 is Nil (Previous year Rs. 84,044).

4. The aggregate value of purchases and sales of investments during the year are as under :

	2010-11		2009-10	
	Amount (Rs.)	% of Daily Avg. NAV	Amount (Rs.)	% of Daily Avg. NAV
Value of purchases	65,08,617	64.73	65,69,518	87.97
Value of sales	70,49,809	70.11	62,27,592	83.39

5. Movement in unit capital :

**Current Year: 2010-11:**

Particular	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Balance as on 31 <sup>st</sup> March, 2010	1,98,467.107	1,68,775.941	3,67,243.048	36.72
Add :- Subscriptions	1,49,731.266	2,540.003	1,52,271.269	15.23
Less :- Redemptions	1,41,210.739	28,188.288	1,69,399.027	16.94
Balance as on 31 <sup>st</sup> March, 2011	2,06,987.634	1,43,127.656	3,50,115.290	35.01

**Previous Year: 2009-10:**

Particulars	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Balance as on 31 <sup>st</sup> March, 2009	1,03,004.683	1,86,301.288	2,89,305.971	28.93
Add :- Subscriptions	1,82,943.508	27,177.718	2,10,121.226	21.01
Less :- Redemptions	87,481.084	44,703.065	1,32,184.149	13.22
Balance as on 31 <sup>st</sup> March, 2010	1,98,467.107	1,68,775.941	3,67,243.048	36.72

6. During the year there were no transactions pertaining to derivatives and foreign securities.
7. No provision for taxation is required as Baroda Pioneer Mutual Fund is a recognised Mutual Fund under Section 10 (23D) of the Income Tax Act, 1961.
8. a) The Scheme has not undertaken any underwriting obligations with respect to issue of securities of associate companies.

- b) The Scheme has not subscribed to any issues where any of its associate companies is a lead manager.
  - c) The Scheme has not subscribed to any issue of equity or debt on private placement basis where the sponsor or associate companies have acted as arranger or manager.
9. Details of each item of expenditure accounting for more than 10% of total expenditure are as under :

**Current Year: 2010-11:**

<b>Nature of Expenditure</b>	<b>Percentage #</b>
Office and Administrative Expenses	49.70%
Commission to Agents	26.96%
Registrar Charges	10.98%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

**Previous Year: 2009-10:**

<b>Nature of Expenditure</b>	<b>Percentage #</b>
Management Fees	47.16%
Other Operating Expenses	33.56%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

10. Details of large holding (over 25% of NAV of the schemes) are as under:
- a) No. of investors: Nil (Previous year: Nil)
  - b) Total holdings by such investors as % of the NAV: Nil (Previous year: Nil)
11. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended:

Investment made by Baroda Pioneer Mutual Fund in companies which hold units in excess of 5% of the net asset value of any of the schemes of Baroda Pioneer Mutual Fund for the period ended March 31, 2011.

(Please refer the Annexure I)

12. Net Asset Value Per Unit:

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>	<b>31-Mar-10 (Rs.)</b>
Face Value	10.00	10.00
Net Asset Value		
Regular Plan - Growth Option	29.57	25.81
Regular Plan - Dividend Option	29.57	26.07

13. Details of transactions with Associates in terms of regulation 25(8)
- a) Brokerage paid to associates/related parties/group companies of Sponsor/AMC  
(Please refer to Annexure I)
  - b) Commission paid to associates/related parties/group companies of sponsor/AMC  
(Please refer to Annexure I)
14. Perspective Historical Per Unit Statistics  
(Please refer the Annexure II)

15. a) Annualised total income (net of loss on sale & appreciation/depreciation on investments) and expenditure (excluding loss on sale of investments) as a percentage of the average daily net assets during the year are given below:

Particulars	Current Year	Previous Year
Income	15.22%	37.08%
Expenditure	1.25%	2.38%

- b) Details of expenses reimbursed/ to be reimbursed by the Investment Manager are as follows:

Particulars	Current Year (Rs. In Lakh)	Previous Year (Rs. In Lakh)
Office and Administrative Expenses	2.32	0.91
Other Operating Expenses	1.20	-
Registrar Charges	-	1.01
Commission to Agents	-	0.43
<b>Total</b>	<b>3.52</b>	<b>2.35</b>

16. Unprovided diminution and unrealised appreciation in the value of Investments

Particulars	31-Mar-11 (Rs.)	31-Mar-10 (Rs.)
Unrealised appreciation	15,65,354	12,22,167

17. Load charges collected are used for meeting the selling and distribution expenses.  
 18. Previous year figures have been reclassified/restated wherever necessary to conform to the current year's presentation.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
 Chartered Accountants

**For Baroda Pioneer Asset  
 Management Co. Ltd.**

**For Board of Trustees -  
 Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
 Partner  
 (M. No. 109386)

Sd/-  
**Rajan Krishnan**  
 Managing Director

Sd/-  
**R. L. Baxi**  
 Chairman

Sd/-  
**Dipak Acharya**  
 Fund Manager

Sd/-  
**V. H. Bhatia**  
 Trustee

Place : Mumbai  
 Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
 Trustee

Sd/-  
**A. D. M. Chavali**  
 Trustee

**AUDITORS' REPORT**

**The Board of Trustees,  
Baroda Pioneer Mutual Fund,  
Mumbai.**

Dear Sirs,

We have audited the attached Balance Sheet of **BARODA PIONEER INFRASTRUCTURE FUND** of **BARODA PIONEER MUTUAL FUND**, as at 31<sup>st</sup> March, 2011 and also the Revenue Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Asset Management Company and the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

Based on the above, we report that :

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Scheme so far as appears from our examination of those books.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account.
4. The statement of accounts has been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
5. In our opinion, the methods adopted to value non-traded securities are fair and reasonable.

Without qualifying our opinion, we draw attention to Note no. 3 in schedule F of the financial statements wherein the Management of Baroda Pioneer Asset Management Co. Ltd has explained its rationale for regarding Accounting Standard issued by the ICAI as not being applicable to Mutual Funds.

6. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the Statement on Significant Accounting Policies and Notes on Accounts attached thereto give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of the Balance Sheet of the statement of affairs of **BARODA PIONEER INFRASTRUCTURE FUND** as at 31<sup>st</sup> March, 2011 and
  - b) in the case of the Revenue Account of the deficit of the Scheme for the year ended on that date.

For and on behalf of

**BORKAR & MUZUMDAR**  
Chartered Accountants

Sd/-

**Devang Vaghani**  
Partner

(M. No. 109386)

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

**BARODA PIONEER INFRASTRUCTURE FUND**
**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

	Schedule	31.03.2011 (RS.IN LAKH)
<b>LIABILITIES :-</b>		
<b>Unit Capital</b>	<b>A</b>	3,291.32
<b>Reserves &amp; Surplus</b>	<b>B</b>	(182.09)
<b>Current Liabilities &amp; Provisions</b>	<b>C</b>	15.00
<b>Total</b>		<u><u>3,124.23</u></u>
<b>ASSETS :-</b>		
<b>Investments</b>	<b>D</b>	2,882.05
<b>Deposits</b>	<b>E</b>	164.81
<b>Other Current Assets</b>	<b>F</b>	77.37
<b>TOTAL</b>		<u><u>3,124.23</u></u>

**SIGNIFICANT ACCOUNTING POLICIES** **G**
**NOTES TO THE ACCOUNTS** **H**

The Schedules referred to above form an integral part of the Balance Sheet

**As per our report of even date**
**For and on behalf of**
**BORKAR & MUZUMDAR**  
 Chartered Accountants

**For Baroda Pioneer Asset  
 Management Co. Ltd.**
**For Board of Trustees -  
 Baroda Pioneer Mutual Fund**

 Sd/-  
**Devang Vaghani**  
 Partner  
 (M. No. 109386)

 Sd/-  
**Rajan Krishnan**  
 Managing Director

 Sd/-  
**R. L. Baxi**  
 Chairman

 Sd/-  
**Dipak Acharya**  
 Fund Manager

 Sd/-  
**V. H. Bhatia**  
 Trustee

 Place : Mumbai  
 Date : 26<sup>th</sup> July, 2011

 Sd/-  
**S. K. Suvarna**  
 Trustee

 Sd/-  
**A. D. M. Chavali**  
 Trustee

**BARODA PIONEER INFRASTRUCTURE FUND**

**REVENUE ACCOUNT FOR THE PERIOD 22<sup>ND</sup> JUNE 2010 TO 31<sup>ST</sup> MARCH 2011**

	Schedule	31.03.2011 (RS.IN LAKH)
<b>INCOME :-</b>		
Dividend		25.53
Interest		42.58
<b>TOTAL</b>		<b>68.11</b>
<b>EXPENSES &amp; LOSSES :-</b>		
Depreciation in value of investments (Net)		101.72
Net Loss on Sale/Redemption of Investments (Other than inter-scheme transfer/Sale)		13.39
Net Loss on inter-scheme transfer / sale of investments		0.01
Management Fees		35.51
Service tax on Management fees		3.66
Trusteeship Fees		0.03
Office and Administrative Expenses		5.32
Commission to Agents		10.25
Audit Fees		0.16
Advertisement exps		0.00
Other Operating Expenses		18.44
Custodian Charges		0.91
Registrar Charges		3.86
		<b>193.26</b>
Less: Expenses reimbursed/ to be reimbursed by the Investment Manager (For details refer to Notes to Accounts point no 17.b.)		7.12
<b>TOTAL</b>		<b>186.14</b>
<b>Surplus / (Deficit) for the year</b>		<b>(118.03)</b>
Add / (Less) : Equalisation Account (See Schedule G Point No. 10)		<b>(3.03)</b>
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>(121.06)</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**NOTES TO THE ACCOUNTS**

The Schedules referred to above form an integral part of the Revenue Account

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**

Chartered Accountants

Sd/-

**Devang Vaghani**

Partner

(M. No. 109386)

**For Baroda Pioneer Asset**

**Management Co. Ltd.**

Sd/-

**Rajan Krishnan**

Managing Director

Sd/-

**Dipak Acharya**

Fund Manager

**G**

**H**

**For Board of Trustees -**

**Baroda Pioneer Mutual Fund**

Sd/-

**R. L. Baxi**

Chairman

Sd/-

**V. H. Bhatia**

Trustee

Sd/-

**S. K. Suvarna**

Trustee

Sd/-

**A. D. M. Chavali**

Trustee

Place : Mumbai

Date : 26<sup>th</sup> July, 2011



**BARODA PIONEER INFRASTRUCTURE FUND**
**SCHEDULES FORMING PART OF THE BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**
**31.03.2011**  
**(RS.IN LAKH)**
**Schedule 'A'**
**UNIT CAPITAL**

Unit Capital

3,291.32

**Total**
**3,291.32**
**No. of units of face value Rs. 10/- each**
**32,913,175.35**
**Schedule 'B'**
**RESERVES AND SURPLUS**
**Revenue Reserve**

Opening Balance 0.00

Add: Additions / (Deductions) during the year (121.06)

(121.06)

**Unit Premium Reserve**

Opening Balance 0.00

Add: Additions/(Deductions) during the year (61.03)

(61.03)

**Total**
**(182.09)**
**Schedule 'C'**
**CURRENT LIABILITIES & PROVISIONS**
**Current Liabilities**

Sundry Creditors 3.13

Unclaimed Redemption 0.36

Payable for units repurchased 7.33

Others 4.18

**Total**
**15.00**
**Schedule 'D'**
**INVESTMENTS**

Equity Shares

2,882.05

**Total**
**2,882.05**
**Schedule 'E'**
**DEPOSITS**

Collateralized Borrowing and Lending Obligations (CBLO) 164.81

**Total**
**164.81**
**Schedule 'F'**
**OTHER CURRENT ASSETS**

Balance with Banks 5.11

Outstanding and accrued Income 0.35

Receivable For Units Switch In 0.00

Unit subscription receivable 1.72

Recoverable from AMC 7.12

Receivable from sale of Investments 63.07

**Total**
**77.37**

## SCHEDULE G:

COMMON ACCOUNTING POLICY (REFER TO PAGE NO. 52)

## SCHEDULE H:

NOTES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER INFRASTRUCTURE FUND FOR THE PERIODz ENDED 31<sup>st</sup> MARCH, 20111. Details of Assets as at 31<sup>st</sup> March 2011 are as under :

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>EQUITY &amp; EQUITY RELATED INSTRUMENTS</b>				
<b>Listed / Awaiting listing on Stock Exchanges</b>				
Reliance Industries Ltd.	Petroleum Products	29,500	309.48	9.96
HDFC Ltd.	Finance	36,000	252.43	8.12
Larsen & Toubro Ltd.	Construction Project	13,200	218.05	7.01
Oil & Natural Gas Corporation Ltd.	Oil	70,000	203.91	6.56
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	9,700	200.08	6.44
Tata Steel Ltd.	Ferrous Metals	27,500	171.12	5.51
GAIL (India) Ltd.	Gas	32,500	150.80	4.85
Hindalco Industries Ltd.	Non - Ferrous Metals	67,000	140.13	4.51
Jindal Steel & Power Ltd.	Ferrous Metals	15,000	104.59	3.37
Bharti Airtel Ltd.	Telecom - Services	26,500	94.71	3.05
IRB Infrastructure Developers Ltd.	Transportation	42,000	89.06	2.86
Infrastructure Development Finance Company Ltd.	Finance	54,000	83.48	2.69
Sterlite Industries India Ltd.	Non - Ferrous Metals	40,000	69.48	2.23
NTPC Ltd.	Power	31,500	60.83	1.96
Hindustan Petroleum Corporation Ltd.	Petroleum Products	17,000	60.61	1.95
Grasim Industries Ltd.	Cement	2,400	58.97	1.90
Tata Power Co. Ltd.	Power	3,800	50.73	1.63
Steel Authority of India Ltd.	Ferrous Metals	29,000	49.18	1.58
Bharat Petroleum Corporation Ltd.	Petroleum Products	8,000	48.95	1.57
Coal India Ltd.	Minerals/Mining	13,055	45.24	1.45
Power Grid Corporation of India Ltd.	Power	43,403	44.23	1.42
Hindustan Zinc Ltd.	Non - Ferrous Metals	31,000	42.72	1.37
Bharat Electronics Ltd.	Industrial Capital Goods	2,464	41.48	1.33
Unitech Ltd.	Construction	97,000	39.19	1.26
Lanco Infratech Ltd.	Construction Project	86,000	34.01	1.09
Cairn India Ltd.	Oil	9,000	31.58	1.02
Oil India Ltd.	Oil	2,325	30.51	0.98
Sesa Goa Ltd.	Minerals/Mining	10,000	29.14	0.94
Gujarat NRE Coke Ltd.	Minerals/Mining	55,000	27.20	0.87
IVRCL Infrastructures & Projects Ltd.	Construction	30,000	24.51	0.79
Engineers India Ltd.	Engineering Services	7,536	22.96	0.74
MOIL Ltd.	Ferrous Metals	5,315	20.98	0.67
Reliance Infrastructure Ltd.	Power	2,400	16.56	0.53
Rural Electrification Corporation Ltd.	Finance	3,000	7.61	0.24
Reliance Communications Ltd.	Telecom - Services	7,000	7.54	0.24
<b>Sub Total (A)</b>			<b>2,882.05</b>	<b>92.69</b>

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>Cash &amp; Cash Equivalent</b>				
CBLO / Reverse Repo Investments			164.81	5.30
Net Receivables / (Payables)			62.37	2.01
<b>Sub Total (B)</b>			<b>227.18</b>	<b>7.31</b>
<b>Total (A+B)</b>			<b>3,109.23</b>	<b>100.00</b>

2. The particulars of industry group which constitute not less than 5% of the total assets in the major classification are as under :

**Equity Shares:**

Industry	% age	Industry	% age
Petroleum Products	13.48	Ferrous Metals	11.13
Finance	11.05	Oil	8.56
Non - Ferrous Metals	8.12	Construction Project	8.11
Industrial Capital Goods	7.77	Power	5.54

3. The Management Fees have been provided at an annualized rate of 1.25% on the daily average net asset of the scheme. Daily Average Net Asset Value as at 31<sup>st</sup> March 2011 is Rs.31,32,34,922. Management Fees for the period ended 31<sup>st</sup> March 2011 is Rs. 35,51,209.
4. The aggregate value of purchases and sales of investments during the year are as under:

Particulars	Amount (Rs.)	% of Daily Avg. NAV
Value of purchases	49,62,88,263	158.44
Value of sales	19,78,56,667	63.17

5. Movement in unit capital is as under:

Particular	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Capital Issued and Subscribed				
Units of Rs. 10 each fully paid up	2,58,70,585.031	82,09,691.100	3,40,80,276.131	3,408.03
Initial Allotment	2,58,70,585.031	82,09,691.100	3,40,80,276.131	3,408.03
Add: Subscription	98,22,790.367	1,153,267.367	1,09,76,057.734	1,097.61
Less: Redemption	1,17,68,980.548	3,74,177.967	1,21,43,158.515	1,214.32
Balance as on 31.03.2011	2,39,24,394.850	89,88,780.500	3,29,13,175.350	3,291.32

6. From 22nd June 2010 the Fund has commenced repurchase of units of the Scheme at the repurchase price determined on a daily basis. The units so offered for repurchase have been paid in time.
7. During the year there were no transactions pertaining to derivatives and foreign securities.
8. No provision for taxation is required as Baroda Pioneer Mutual Fund is a recognised Mutual Fund under Section 10 (23D) of the Income Tax Act, 1961.
9. a) The Scheme has not undertaken any underwriting obligations with respect to issue of securities of associate companies.
- b) The Scheme has not subscribed to any issues where any of its associate companies is a lead manager.
- c) The Scheme has not subscribed to the debt issue on private placement basis where the sponsor or associate companies have acted as arranger or manager.

10. Details of Unclaimed Redemptions as at March 31, 2011:

<b>Particulars</b>	<b>Current Year (Rs.)</b>
Unclaimed Redemptions	36,219.67

11. Details of each item of expenditure accounting for more than 10% of total expenditure are as under :

<b>Nature of Expenditure</b>	<b>Percentage #</b>
Management Fees (inclusive of Service Tax)	55.15%
Other Operating Expenses	15.94%
Commission to Agents	14.43%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

12. Details of large holding (over 25% of NAV of the schemes) are as under:

- a) No. of investors : Nil
- b) Total holdings by such investors as % of the NAV : Nil

13. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended:

Investment made by Baroda Pioneer Mutual Fund in companies which hold units in excess of 5% of the net asset value of any of the schemes of Baroda Pioneer Mutual Fund for the period ended March 31, 2011. (Please refer the Annexure I)

14. Net Asset Value Per Unit:

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>
Face Value	10.00
Net Asset Value	
Regular Plan - Growth Option	9.45
Regular Plan - Dividend Option	9.45

15. Details of transactions with Associates in terms of regulation 25(8)

- a) Brokerage paid to associates/related parties/group companies of Sponsor/AMC (Please refer to Annexure I)
- b) Commission paid to associates/related parties/group companies of sponsor/AMC (Please refer to Annexure I)

16. Perspective Historical Per Unit Statistics (Please refer the Annexure II)

17. a) Annualised total income (net of loss on sale & appreciation/depreciation on investments) and expenditure (excluding loss on sale of investments) as a percentage of the average daily net assets during the year are given below :

<b>Particulars</b>	<b>Current Year</b>
Income	-1.65%
Expenditure	2.50%

b) Details of expenses reimbursed/ to be reimbursed by the Investment Manager are as follows:

<b>Particulars</b>	<b>Amount in Rs. Lakh</b>
Other Operating Expenses	7.12
Total	7.12

18. Unprovided diminution and unrealised appreciation in the value of Investments

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>
Unprovided diminution	1,01,71,995

19. Load charges collected are used for meeting the selling and distribution expenses.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**AUDITORS' REPORT**

**The Board of Trustees,**  
**Baroda Pioneer Mutual Fund,**  
Mumbai.

Dear Sirs,

We have audited the attached Balance Sheet of **BARODA PIONEER PSU EQUITY FUND** of **BARODA PIONEER MUTUAL FUND**, as at 31<sup>st</sup> March, 2011 and also the Revenue Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Asset Management Company and the Trustees. Our responsibility is to express an opinion on these financial statements based on our audit.

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.

Based on the above, we report that :

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of account as required by law have been kept by the Scheme so far as appears from our examination of those books.
3. The Balance Sheet and the Revenue Account are in agreement with the books of account.
4. The statement of accounts has been prepared in accordance with accounting policies and standards as specified in the Ninth Schedule to the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996.
5. In our opinion, the methods adopted to value non-traded securities are fair and reasonable.

Without qualifying our opinion, we draw attention to Note no. 3 in schedule F of the financial statements wherein the Management of Baroda Pioneer Asset Management Co. Ltd has explained its rationale for regarding Accounting Standard issued by the ICAI as not being applicable to Mutual Funds.

6. In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the Statement on Significant Accounting Policies and Notes on Accounts attached thereto give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of the Balance Sheet of the statement of affairs of **BARODA PIONEER PSU EQUITY FUND** as at 31<sup>st</sup> March, 2011 and
  - b) in the case of the Revenue Account of the deficit of the Scheme for the year ended on that date.

For and on behalf of

**BORKAR & MUZUMDAR**  
Chartered Accountants

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

**BARODA PIONEER PSU EQUITY FUND**
**BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

	Schedule	31.03.2011 (RS.IN LAKH)
<b>LIABILITIES :-</b>		
<b>Unit Capital</b>	<b>A</b>	10,639.24
<b>Reserves &amp; Surplus</b>	<b>B</b>	(1,082.70)
<b>Current Liabilities &amp; Provisions</b>	<b>C</b>	76.54
<b>TOTAL</b>		<u><u>9,633.08</u></u>
<b>ASSETS :-</b>		
<b>Investments</b>	<b>D</b>	9,275.96
<b>Deposits</b>	<b>E</b>	272.75
<b>Other Current Assets</b>	<b>F</b>	84.37
<b>TOTAL</b>		<u><u>9,633.08</u></u>

**SIGNIFICANT ACCOUNTING POLICIES** **G**
**NOTES TO THE ACCOUNTS** **H**

The Schedules referred to above form an integral part of the Balance Sheet

**As per our report of even date**
**For and on behalf of**
**BORKAR & MUZUMDAR**  
 Chartered Accountants

**For Baroda Pioneer Asset  
 Management Co. Ltd.**
**For Board of Trustees -  
 Baroda Pioneer Mutual Fund**

 Sd/-  
**Devang Vaghani**  
 Partner  
 (M. No. 109386)

 Sd/-  
**Rajan Krishnan**  
 Managing Director

 Sd/-  
**R. L. Baxi**  
 Chairman

 Sd/-  
**Dipak Acharya**  
 Fund Manager

 Sd/-  
**V. H. Bhatia**  
 Trustee

 Place : Mumbai  
 Date : 26<sup>th</sup> July, 2011

 Sd/-  
**S. K. Suvarna**  
 Trustee

 Sd/-  
**A. D. M. Chavali**  
 Trustee

**BARODA PIONEER PSU EQUITY FUND**

**REVENUE ACCOUNT FOR THE PERIOD 4<sup>TH</sup> OCTOBER 2010 TO 31<sup>ST</sup> MARCH 2011**

	Schedule	31.03.2011 (RS.IN LAKH)
<b>INCOME :-</b>		
Interest		36.34
Dividend		66.96
Other Income		0.00
	<b>TOTAL</b>	<b>103.30</b>
<b>EXPENSES &amp; LOSSES :-</b>		
Net Loss on Sale/Redemption of Investments (Other than inter-scheme transfer/Sale)		24.79
Depreciation in value of investments (Net)		999.44
Management Fees		60.23
Service tax on Management fees		6.20
Trusteeship Fees		0.07
Office and Administrative Expenses		4.53
Commission to Agents		13.53
Audit Fees		0.39
Other Operating Expenses		31.34
Custodian Charges		1.70
Registrar Charges		6.56
		1,148.78
Less: Expenses reimbursed/ to be reimbursed by the Investment Manager (For details refer to Notes to Accounts point no 17.b.)		3.98
	<b>TOTAL</b>	<b>1,144.80</b>
<b>Surplus / (Deficit) for the year</b>		<b>(1,041.50)</b>
Add / (Less) : Equalisation Account (See Schedule G Point No. 10)		0.20
<b>Surplus/(Deficit) carried to Balance Sheet</b>		<b>(1,041.30)</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**G**

**NOTES TO THE ACCOUNTS**

**H**

The Schedules referred to above form an integral part of the Revenue Account

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee



**BARODA PIONEER PSU EQUITY FUND**
**SCHEDULES FORMING PART OF THE BALANCE SHEET AS ON 31<sup>ST</sup> MARCH, 2011**

		31.03.2011 (RS.IN LAKH)
<b>Schedule 'A'</b>		
<b>UNIT CAPITAL</b>		
Unit Capital		10,639.24
<b>Total</b>		<b>10,639.24</b>
<b>No. of units of face value Rs. 10/- each</b>		
		<b>106,392,375.55</b>
<b>Schedule 'B'</b>		
<b>RESERVES AND SURPLUS</b>		
<b>Revenue Reserve</b>		
Opening Balance	0.00	
Add: Additions / (Deductions) during the year	(1,041.30)	
		(1,041.30)
<b>Unit Premium Reserve</b>		
Opening Balance	0.00	
Add: Additions/(Deductions) during the year	(41.40)	
		(41.40)
<b>Total</b>		<b>(1,082.70)</b>
<b>Schedule 'C'</b>		
<b>CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>Current Liabilities</b>		
Sundry Creditors		9.77
Unclaimed Redemptions		0.04
Payable for units repurchased		13.69
Contracts for purchase of investments		38.73
Subscription payable for allotment		6.44
Others		7.87
<b>Total</b>		<b>76.54</b>
<b>Schedule 'D'</b>		
<b>INVESTMENTS</b>		
Equity Shares		9,275.96
<b>Total</b>		<b>9,275.96</b>
<b>Schedule 'E'</b>		
<b>DEPOSITS</b>		
Collateralized Borrowing and Lending Obligations (CBLO)		222.75
Other Deposits (Margin with CCIL)		50.00
<b>Total</b>		<b>272.75</b>
<b>Schedule 'F'</b>		
<b>OTHER CURRENT ASSETS</b>		
Balance with Banks		5.11
Outstanding and accrued Income		0.05
Recoverable from AMC		3.98
Contracts for sale of Investments		75.23
<b>Total</b>		<b>84.37</b>

**SCHEDULE G:**

**COMMON ACCOUNTING POLICY (REFER TO PAGE NO. 52)**

**SCHEDULE H:**

**NOTES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER PSU EQUITY FUND FOR THE PERIOD ENDED 31<sup>st</sup> MARCH, 2011**

1. Details of Assets as at 31<sup>st</sup> March 2011 are as under :

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. in Lakhs)	% to Net Assets
<b>EQUITY &amp; EQUITY RELATED INSTRUMENTS</b>				
<b>Listed / Awaiting listing on Stock Exchanges</b>				
State Bank of India	Banks	31,750	877.98	9.19
Oil & Natural Gas Corporation Ltd.	Oil	295,584	861.04	9.01
Coal India Ltd.	Minerals/Mining	235,000	814.27	8.52
NTPC Ltd.	Power	399,089	770.64	8.06
Bharat Heavy Electricals Ltd.	Industrial Capital Goods	28,252	582.74	6.10
Oil India Ltd.	Oil	42,438	556.89	5.83
NMDC Ltd.	Minerals/Mining	185,000	526.33	5.51
Steel Authority of India Ltd.	Ferrous Metals	262,000	444.35	4.65
Bank Of Baroda	Banks	43,950	424.05	4.44
GAIL (India) Ltd.	Gas	83,736	388.54	4.06
Indian Oil Corporation Ltd.	Petroleum Products	112,000	372.79	3.90
Bank of India	Banks	55,500	263.82	2.76
Power Grid Corporation of India Ltd.	Power	186,422	189.96	1.99
Punjab National Bank	Banks	15,576	188.89	1.97
Bharat Petroleum Corporation Ltd.	Petroleum Products	26,004	159.11	1.66
Power Finance Corporation Ltd.	Finance	55,832	139.55	1.46
Rural Electrification Corporation Ltd.	Finance	53,000	134.46	1.41
Canara Bank	Banks	21,000	131.51	1.37
NHPC Ltd.	Power	513,000	129.79	1.36
Oriental Bank of Commerce	Banks	29,800	115.94	1.21
Bharat Electronics Ltd.	Industrial Capital Goods	6,255	105.29	1.10
Union Bank of India	Banks	30,000	104.18	1.09
Neyveli Lignite Corporation Ltd.	Power	91,636	95.35	1.00
Hindustan Copper Ltd.	Non - Ferrous Metals	30,836	89.25	0.93
Hindustan Petroleum Corporation Ltd.	Petroleum Products	24,000	85.57	0.90
IDBI Bank Ltd.	Banks	49,000	69.80	0.73
Shipping Corporation of India Ltd.	Transportation	62,000	66.62	0.70
MMTC Ltd.	Trading	6,000	55.93	0.59
Container Corporation of India Ltd.	Transportation	4,393	52.72	0.55
Engineers India Ltd.	Engineering Services	17,000	51.80	0.54
Allahabad Bank	Banks	22,000	50.55	0.53
BEML Ltd.	Industrial Capital Goods	7,000	47.74	0.50
National Aluminium Company Ltd.	Non - Ferrous Metals	48,000	45.89	0.48
Corporation Bank	Banks	7,000	44.53	0.47
Mangalore Refinery and Petrochemicals Ltd.	Petroleum Products	58,181	37.53	0.39

Name of the Instrument	Rating/Industry	Quantity	Market value (Rs. In lakhs)	% to Net Assets
Indian Bank	Banks	13,675	31.83	0.33
SJVN Ltd.	Power	142,358	31.60	0.33
MOIL Ltd.	Ferrous Metals	7,600	30.00	0.31
Indian Overseas Bank	Banks	18,395	26.45	0.28
Andhra Bank	Banks	16,597	25.00	0.26
Punjab & Sind Bank	Banks	19,823	21.69	0.23
<b>Sub Total (A)</b>			<b>9,275.96</b>	<b>97.06</b>
<b>Cash &amp; Cash Equivalent</b>				
CBLO / Reverse Repo Investments			222.75	2.33
Net Receivables/(Payables)			57.83	0.61
<b>Sub Total (B)</b>			<b>280.58</b>	<b>2.94</b>
<b>Total (A+B)</b>			<b>9,556.54</b>	<b>100</b>

2. The particulars of industry group which constitute not less than 5% of the total assets in the major classification are as under :

**Equity Shares:**

Industry	% age	Industry	% age
Banks	24.86	Oil	14.84
Minerals/Mining	14.03	Power	12.74
Industrial Capital Goods	7.70	Petroleum Products	6.85

3. The Management Fees have been provided at an annualized rate of 1.25% on the daily average net asset of the scheme. Daily Average Net Asset Value as at 31<sup>st</sup> March 2011 is Rs.94,71,78,971. Management Fees for the period ended 31<sup>st</sup> March 2011 is Rs. 60,23,481.
4. The aggregate value of purchases and sales of investments during the year are as under:

Particulars	Amount (Rs.)	% of Daily Avg. NAV
Value of purchases	110,88,14,874	117.06
Value of sales	7,92,28,804	8.36

5. Movement in unit capital is as under:

Particular	Growth Plan No. of units	Dividend Plan No. of units	Total No. of units	Unit Capital (Rs. in Lakhs)
Capital Issued and Subscribed				
Units of Rs. 10 each fully paid up	8,34,10,300.729	2,18,84,223.775	10,52,94,524.504	10,529.45
Initial Allotment	8,34,10,300.729	2,18,84,223.775	10,52,94,524.504	10,529.45
Add : Subscriptions	1,38,69,367.120	6,70,938.583	1,45,40,305.703	1,454.03
Less : Redemptions	1,23,85,503.238	10,56,951.420	1,34,42,454.658	1,344.24
Balance as on 31 <sup>st</sup> March, 2011	8,48,94,164.611	2,14,98,210.938	10,63,92,375.549	10,639.24

6. From 4<sup>th</sup> October 2010 the Fund has commenced repurchase of units of the Scheme at the repurchase price determined on a daily basis. The units so offered for repurchase have been paid in time.
7. During the year there were no transactions pertaining to derivatives and foreign securities.
8. No provision for taxation is required as Baroda Pioneer Mutual Fund is a recognised Mutual Fund under Section 10 (23D) of the Income Tax Act, 1961.

9. a) The Scheme has not undertaken any underwriting obligations with respect to issue of securities of associate companies.
- b) The Scheme has not subscribed to any issues where any of its associate companies is a lead manager.
- c) The Scheme has not subscribed to the debt issue on private placement basis where the sponsor or associate companies have acted as arranger or manager.

10. Details of Unclaimed Redemptions as at March 31, 2011:

<b>Particulars</b>	<b>Current Year (Rs.)</b>
Unclaimed Redemptions	4,226.20

11. Details of each item of expenditure accounting for more than 10% of total expenditure are as under:

<b>Nature of Expenditure</b>	<b>Percentage #</b>
Management Fees (Inclusive of Service Tax)	55.10%
Other Operating Expenses	22.69%
Commission to Agents	11.22%

# Net of expenses reimbursed/ to be reimbursed by the Investment Manager

12. Details of large holding (over 25% of NAV of the schemes) are as under:

- a) No. of investors : Nil
- b) Total holdings by such investors as % of the NAV : Nil

13. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended:

Investment made by Baroda Pioneer Mutual Fund in companies which hold units in excess of 5% of the net asset value of any of the schemes of Baroda Pioneer Mutual Fund for the period ended March 31, 2011. (Please refer the Annexure I)

14. Net Asset Value Per Unit:

<b>Particulars</b>	<b>31-Mar-11 (Rs.)</b>
Face Value	10.00
Net Asset Value	
Regular Plan - Growth Option	8.98
Regular Plan - Dividend Option	8.98

15. Details of transactions with Associates in terms of regulation 25(8)

- a) Brokerage paid to associates/related parties/group companies of Sponsor/AMC (Please refer to Annexure I)
- b) Commission paid to associates/related parties/group companies of sponsor/AMC (Please refer to Annexure I)

16. Perspective Historical Per Unit Statistics (Please refer the Annexure II)

17. a) Annualised total income (net of loss on sale & appreciation/depreciation on investments) and expenditure (excluding loss on sale of investments) as a percentage of the average daily net assets during the year are given below:

Particulars	Current Year
Income	(19.08%)
Expenditure	2.50%

- b) Details of expenses reimbursed/ to be reimbursed by the Investment Manager are as follows:

Particulars	Amount in Rs. Lakh
Other Operating Expenses	3.98
Total	3.98

18. Unprovided diminution and unrealised appreciation in the value of Investments

Particulars	31-Mar-11 (Rs.)
Unprovided diminution	9,99,44,179

19. Load charges collected are used for meeting the selling and distribution expenses.

**As per our report of even date**

**For and on behalf of**

**BORKAR & MUZUMDAR**  
Chartered Accountants

**For Baroda Pioneer Asset  
Management Co. Ltd.**

**For Board of Trustees -  
Baroda Pioneer Mutual Fund**

Sd/-  
**Devang Vaghani**  
Partner  
(M. No. 109386)

Sd/-  
**Rajan Krishnan**  
Managing Director

Sd/-  
**R. L. Baxi**  
Chairman

Sd/-  
**Dipak Acharya**  
Fund Manager

Sd/-  
**V. H. Bhatia**  
Trustee

Place : Mumbai  
Date : 26<sup>th</sup> July, 2011

Sd/-  
**S. K. Suvarna**  
Trustee

Sd/-  
**A. D. M. Chavali**  
Trustee

**SCHEDULE G: COMMON ACCOUNTING POLICY**

**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS OF BARODA PIONEER GROWTH FUND, BARODA PIONEER ELSS '96, BARODA PIONEER BALANCE FUND, BARODA PIONEER INFRASTRUCTURE FUND and BARODA PIONEER PSU EQUITY FUND FOR THE YEAR / PERIOD ENDED 31<sup>st</sup> MARCH, 2011.**

**1. BACKGROUND**

- a) Baroda Pioneer Mutual Fund ("the Mutual Fund"), formerly known as BOB Mutual Fund, has been constituted as a Trust in accordance with the provisions of the Indian Trusts Act, 1882 (2 of 1882) on 30th October 1992. The trust deed has been registered under the Indian Registration Act, 1908. The Mutual Fund is registered with SEBI under Registration No. MF/018/94/2, dated November 24, 1994.
- b) BOB Mutual Fund was established by Bank of Baroda by the execution of a Trust Deed dated October 30, 1992. Pioneer Global Asset Management SpA acquired 51% stake in BOB Asset Management Company Limited in 2008 and became co-sponsor for BOB Mutual Fund. The name of BOB Mutual Fund was then changed to Baroda Pioneer Mutual Fund, for which SEBI approval was received vide their letter IMD/RB/134922/08 dated August 12, 2008.
- c)
  - i) Baroda Pioneer Growth Fund ("the Scheme") is an open ended Growth Scheme. Investment Objective of the scheme is to generate long term Capital appreciation from an actively managed portfolio of equity related instruments.
  - ii) Baroda Pioneer ELSS'96 ("the Scheme") is an Open Ended Tax Benefit-Cum-Growth Scheme with Insurance Cover. The main objective of the scheme is to provide the investor long term capital growth as also tax benefit under section 80C of the income Tax Act, 1961.
  - iii) Baroda Pioneer Balance Fund ("the Scheme") is an open ended Balance Scheme. The scheme is targeted for long-term capital appreciation along with stability through a well balance portfolio comprising of equity and debt.
  - iv) Baroda Pioneer Infrastructure Fund ("the Scheme") is an open ended equity scheme. The primary investment objective of the Scheme will be to generate long-term capital appreciation by investing predominantly in equity and equity-related securities of companies engaged in infrastructure and infrastructure-related sectors.
  - v) Baroda Pioneer PSU Equity Fund ("the Scheme") is an open ended equity scheme. The primary investment objective of the Scheme will be to provide investors with opportunities for long-term growth in capital along with the liquidity of an open ended scheme through an active management of investments in a diversified basket of equity stocks of domestic Public Sector Undertakings.

**2. BASIS OF ACCOUNTING**

The scheme maintains books of accounts on an accrual basis. These financials statements have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the SEBI (MF) Regulations 1996 and amended thereto as applicable.

**3. PREPARATION OF FINANCIAL STATEMENTS OF THE SCHEME**

The Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI) has opined that the Accounting Standard on Cash Flow Statements (AS-3), Segment Reporting (AS-17) and Related Party Disclosures (AS-18) issued by the ICAI are applicable to financial statements of schemes of mutual funds. The Management of the Baroda Pioneer Asset Management Company (AMC) is of the view that as the mutual funds are governed by a self contained regulatory framework, i.e. the SEBI Regulations, the Ninth and Eleventh Schedules of which, lay down the Accounting Policies and Standards to be adopted and the disclosures to be made. Accordingly, the financial statements have been prepared on the basis of the SEBI Regulations.

Further the Fund has no reportable business or geographic segments and that the related party transactions are disclosed in Note No.15/16 of Schedule H below.

**4. INCOME RECOGNITION**

- a) Dividends on quoted shares are recognised on the date the respective shares are quoted on Ex-Dividend basis. In case of unquoted shares the dividend is recognised on the date of declaration.

- b) Profit or loss on sale/redemption of investments is arrived at by applying weighted average cost method and is recognised on the trade date.
- c) In respect of securities including those purchased on Reverse-Repo basis, interest income on investments is accounted for on accrual basis.
- d) Other income of miscellaneous nature is accounted for, as and when realised.
- e) Provision is made for income, which is not realised within 3 months from the date of accrual in accordance with the SEBI Regulations and no further accrual of income is made in respect of such investment.
- f) Unrealised gain or loss in the value of investment is determined separately for each investment. Unrealised loss, if any, is charged to Revenue Account while unrealised gain is accounted for under Appropriation Account. However, unrealised gain in the value of investment is reduced from distributable income at the time of income distribution.
- g) Underwriting commission is recognised as revenue only when there is no devolvement on the scheme. Where there is devolvement on the scheme, the full underwriting commission received and not merely the portion applicable to the devolvement is reduced from the cost of the investment.

## 5. EXPENSES

Expenses are accounted for on accrual basis.

## 6. LOAD CHARGES

In terms of SEBI circular No: SEBI/IMD/CIR No. 4/ 168230/09 dated June 30, 2009, with effect from August 1, 2009, the exit load collected from the investors is utilized upto a maximum of 1% of the redemption proceeds for payment to distributors and meeting other marketing and selling expenses. This is maintained in a separate account and of the exit load or Contingent Deferred Sales Charge (CDSC) charged to the investor, amount in excess of 1% of the redemption proceeds is credited to the scheme immediately.

However, not more than one third of load balance outstanding as on 31<sup>st</sup> July, 2009 is used in current year for the above purpose.

The load balance is shown as 'current liabilities' & are not considered for the purpose of computation of the net assets value of the scheme.

## 7. INVESTMENTS

### a) Basis of accounting

Transactions for purchase and sale of investments are recorded on trade date. The cost of investments includes all costs incurred in acquiring the investments and incidental to acquisition of investments. Any front-end discount on privately placed investments is reduced from the cost of such investments.

Bonus entitlements are recognised as investments on the 'ex-bonus date'. Rights entitlements are recognised as investments on the 'ex-rights date'.

Broken period interest paid and received is not included in the cost of purchases and sales proceeds respectively.

### b) Valuation

Investments for the purpose of valuation are classified as traded and non-traded in accordance with the provisions of the Regulations.

Equity securities awaiting listing are valued at a price at which they have been allotted.

Investments are valued as per the new valuation norms specified by SEBI vide circular SEBI/IMD/CIR No 16/193388/2010 dated February 2, 2010:

#### **Traded equity securities:**

Traded equity securities are valued at the last quoted price on the National Stock Exchange of India Limited (NSE). However, if the securities are not listed on the NSE, the securities are valued at the price quoted at the exchange where it is principally traded. When on a particular valuation day, a security has not been traded on NSE but has been traded on another stock exchange the value at which it was traded on that stock exchange is used provided it is not more than thirty days prior to the valuation date.

**Traded debt securities:**

Traded debt securities (other than Government Securities) with residual maturity over 91 days (182 days upto July 31, 2010) are valued at the weighted average price on the NSE as on the date of valuation or the weighted average price on the principal exchange on which the security is traded on the date of valuation, where on the particular valuation day a security is not quoted on the NSE.

Traded debt securities (other than Government Securities) with a residual maturity over 91 days (182 days upto July 31, 2010), but which have not been traded on the date of valuation are valued on the same basis as that of a non-traded debt security with residual maturity over 91 days.

All traded debt securities (other than Government Securities) with a residual maturity upto 91 days (182 days upto July 31, 2010) are valued on same basis as money market instruments.

Government Securities are valued at the aggregated prices released by Credit Rating Information Services of India Limited ('CRISIL') & ICRA Limited ('ICRA'), which are the approved agencies suggested by Association of Mutual Funds in India ('AMFI') and in accordance with the guidelines for valuation of securities for mutual funds prescribed in the Regulations.

**Treasury Bills:**

Treasury Bills having a residual maturity of greater than 91 days (182 days upto July 31, 2010) are valued at the average of prices released by CRISIL and ICRA, which are the credit rating agencies approved by AMFI.

Treasury Bills with a residual maturity upto 91 days (182 days upto July 31, 2010) are valued on same basis as Non-Traded securities.

**Non-traded/ thinly traded equity and equity related securities:**

If the equity securities are not traded on any stock exchange for a period of thirty days prior to the valuation date, the securities must be treated as 'non-traded' securities.

Thinly traded equity/equity related securities are those where trading in an equity/equity related security (such as convertible debentures, equity warrants, etc.) in a month is less than Rs. 5 lacs or the total volume is less than 50,000 shares.

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 capitalisation as prescribed by the Regulations.

**Non-traded/ thinly traded debt securities:**

Non-traded debt securities (other than Government Securities) are those that are not traded on any stock exchange for a period of fifteen days prior to the valuation date.

Thinly traded debt securities (other than Government Securities) are those securities which do not have individual trades in that security in marketable lots (currently Rs.5 Crore) on the principal stock exchange (NSE) or any other stock exchange.

Non-traded / thinly traded debt securities with residual maturity of over 91 days to maturity are valued on a yield to maturity basis, by using spreads over the benchmark rate to arrive at the yield for pricing the security. These are valued as per procedures approved by the Trustees and on the basis of the valuation principles laid down by the Regulations.

Non-traded securities purchased with residual maturity upto 91 days (182 days upto July 31, 2010) or on the valuation day, the residual maturity is upto 91 days (182 days upto July 31, 2010) are valued at cost / last valuation price (including accrued interest till the beginning of the day) plus the difference between the redemption value (inclusive of interest) and cost / last valuation price, spread uniformly over the remaining maturity period of the instrument. Floating rate securities with floor and caps on coupon rate and residual maturity of upto 91 days shall be valued on amortization basis taking the coupon rate as floor.

**Debt securities with put/call options:**

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.



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 instrument.

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 at the prevailing market price.

**Money Market Instruments:**

Money market and debt securities, including floating rate securities, with residual maturity of over 91 days are valued at weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day they are valued at benchmark rate to arrive at the yield for pricing the security. These are valued as per procedures approved by the Trustees and on the basis of the valuation principles laid down by the Regulations.

Money market and debt securities, including floating rate securities, with residual maturity of upto 91 days are valued at the weighted average price at which they are traded on the particular valuation day. When such securities are not traded on a particular valuation day they are valued on amortization basis. In case of floating rate securities with floor and caps on coupon rate and residual maturity of upto 91 days then those are valued on amortization basis taking the coupon rate as floor.

**Reverse Repos:**

Instruments bought on 'repo' basis are valued at the resale price after deduction of applicable interest upto date of resale.

**Collateralised Borrowings and Lending Obligations (CBLO) and Bills Rediscounting (BRDS):**

CBLOs and BRDS are valued at cost plus accrued interest.

**Asset backed securities:**

Asset backed securities with a residual maturity over 91 days and having variable cash flows are valued on the same basis as that for non-traded securities with residual maturity over 91 days.

Asset backed securities with a residual maturity upto 91 days and having variable cash flows are valued on the basis of amortisation, the last valued yield being the base for amortisation.

In accordance with the Guidance Note on 'Accounting for Investments in the Financial Statements of Mutual funds' issued by the ICAI, (pursuant to the Eleventh Schedule of the Regulations), net unrealised gain or loss in the value of investments is determined separately for each category of investments. The loss on investments sold or transferred during the year is charged to the revenue account instead of being first adjusted against the provision for diminution, if already created in the previous year. The unrealised loss/gain is reversed on the first day of the immediately succeeding financial year. However, this departure from the Guidance Note does not have any net impact on the Scheme's net assets and the financial statements of the Scheme.

**8. UNIT PREMIUM RESERVE ACCOUNT**

The difference between the face value and the purchase/sale price of the units purchased/sold is credited or debited, as the case may be, to Unit Premium Reserve Account after an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the Equalisation Reserve Account.

**9. NET ASSET VALUE (NAV)**

The NAV for the units issued under the various Plans like Growth Option, Dividend Option etc. is determined separately. For reporting NAV for Option, daily income earned of the scheme is apportioned between the Plans in the proportion of the Net Assets of each of the Option.

**10. EQUALISATION ACCOUNT**

The purpose of the Equalisation Account is to maintain per unit distributable surplus so that continuing unitholders share of distributable surplus remains unchanged on issue or redemption of units. The total distributable surplus (without considering unrealised appreciation) upto the date of issue redemption of units has been taken into account for the purpose of ascertaining the amount to be transferred to Equalisation Account. The net balance in this account is transferred to the Revenue Account at the end of the year/Period.

**ANNEXURE I**

**1. Details of transactions with Associates in terms of regulation 25(8)**

**a) Brokerage paid to associates/related parties/group companies of Sponsor/AMC**

1st April 2010 - 31 <sup>st</sup> March 2011						
Scheme	Name of Associate	Nature of Association	Value of Transaction (Rs. in Cr.)	% of Total Value of Transaction of the fund	Brokerage (Rs.)	% of total brokerage paid by the Fund
Baroda Pioneer Balance Fund	Emkay Global Financial Services Ltd.	Associate Broker	0.04	3.38	1,304.00	3.40
Baroda Pioneer ELSS '96			0.78	4.14	23,308.00	4.17
Baroda Pioneer Growth Fund			1.46	2.62	43,820.00	2.63
Baroda Pioneer Infrastructure Fund			1.09	2.21	32,509.00	2.22
Baroda Pioneer MIP Fund			0.04	0.78	1,090.00	0.79
Baroda Pioneer PSU Equity Fund			0.83	0.75	24,910.00	0.75
Baroda Pioneer Balance Fund	BOB Capital Markets Ltd.	Associate Broker	0.05	4.24	1,626.20	4.24
Baroda Pioneer ELSS '96			1.11	5.92	33,136.50	5.94
Baroda Pioneer Growth Fund			3.03	5.44	90,686.00	5.44
Baroda Pioneer Infrastructure Fund			3.35	6.83	99,960.00	6.83
Baroda Pioneer MIP Fund			0.46	9.86	13,652.00	9.85
Baroda Pioneer PSU Equity Fund			1.43	1.29	42,620.00	1.29

1st April 2009 - 31 <sup>st</sup> March 2010						
Scheme	Name of Associate	Nature of Association	Value of Transaction (Rs. in Cr.)	% of Total Value of Transaction of the fund	Brokerage (Rs.)	% of total brokerage paid by the Fund
Baroda Pioneer Balance Fund	Emkay Global Financial Services Ltd.	Associate Broker	0.02	1.59	612.00	1.60
Baroda Pioneer ELSS '96			0.29	1.12	8,650.00	1.12
Baroda Pioneer Growth Fund			0.44	0.70	13,080.00	0.70
Baroda Pioneer MIP Fund			0.12	27.80	3,565.00	27.86

**b) Commission paid to associates/related parties/group companies of sponsor/AMC**

Scheme	Name of Associate	Nature of Association	1st April 2010 - 31 <sup>st</sup> March 2011			
			Business Given (Rs. in Cr.)	% of Total Business Received by the fund	Commission Paid (Rs.)	% of total Commission paid by the Fund
Baroda Pioneer ELSS '96 Fund	Bank of Baroda	Sponsor	10.09	98.12	598,848.71	68.80
Baroda Pioneer Balance Fund			0.51	98.82	29,252.22	82.25
Baroda Pioneer 90 Day FMP - Series 1			7.02	12.23	2,024.34	33.39
Baroda Pioneer 380 Day FMP - Series 1			6.47	9.56	1,510.68	100.00
Baroda Pioneer GILT Fund			0.08	13.12	191.01	17.55
Baroda Pioneer Growth Fund			22.89	85.52	934,979.06	70.84
Baroda Pioneer Income Fund			0.01	5.09	159.20	6.03
Baroda Pioneer Infrastructure Fund			43.81	97.18	1,001,654.59	98.01
Baroda Pioneer Liquid Fund			831.91	1.13	83,516.86	0.94
Baroda Pioneer MIP Fund			12.90	90.37	235,078.64	95.67
Baroda Pioneer PSU Equity Fund			85.78	72.19	1,429,309.49	87.06
Baroda Pioneer PSU Bond Fund			19.22	9.85	442,142.05	17.26
Baroda Pioneer Short Term Bond Fund			60.80	17.68	173,695.05	11.34
Baroda Pioneer Treasury Advantage Fund			562.65	1.67	515,366.54	3.41

Scheme	Name of Associate	Nature of Association	1st April 2009 - 31 <sup>st</sup> March 2010			
			Business Given (Rs. in Cr.)	% of Total Business Received by the fund	Commission Paid (Rs.)	% of total Commission paid by the Fund
Baroda Pioneer ELSS '96	Bank of Baroda	Sponsor	6.60	98.97	778,417.27	71.28
Baroda Pioneer Balance Fund			0.51	98.46	35,300.00	81.68
Baroda Pioneer Global Fund			0.05	7.38	109.07	0.46
Baroda Pioneer Children Fund- Study Plan			0.01	9.30	79.81	8.66
Baroda Pioneer Diversified Fund			0.02	52.27	2,903.79	62.26
Baroda Pioneer GILT Fund			0.00	25.00	175.18	25.05
Baroda Pioneer Growth Fund			58.62	48.93	3,071,884.38	90.84
Baroda Pioneer Income Fund			0.00	78.65	102.06	3.01
Baroda Pioneer Liquid Fund			62,909.45	0.74	18,978.66	0.72
Baroda Pioneer MIP Fund			2.35	99.53	110,778.65	98.18
Baroda Pioneer PSU Bond Fund			191.96	29.00	184,470.65	30.48
Baroda Pioneer Treasury Advantage Fund			32,235.72	0.36	89,052.08	1.30

2. Disclosure under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 as amended, Baroda Pioneer Mutual Fund has made the following investments in companies, which hold units in excess of 5% of the net asset value of any Scheme of Baroda Pioneer Mutual Fund for the period ended March 31, 2011.

Company Name	Schemes invested in by the Company	Investment made by schemes of Baroda Pioneer Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended 31 March, 2011 (Rupees in Lakhs)	Outstanding as at March 31, 2011 (At Market/ Fair Value) (Rupees in Lakhs)
ACC Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS '96	9.41	-
		Baroda Pioneer Growth Fund	28.23	-
		Baroda Pioneer Infrastructure Fund	14.87	-
Allahabad Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Income Fund	4.85	-
		Baroda Pioneer Liquid Fund	216,931.14	10,759.02
		Baroda Pioneer MIP Fund	30.60	-
		Baroda Pioneer PSU Bond Fund	7,102.78	-
		Baroda Pioneer Short Term Bond Fund	4,433.58	-
		Baroda Pioneer Treasury Advantage Fund	275,565.27	3,927.02
		Baroda Pioneer PSU Equity Fund	49.50	50.55
Andhra Bank	Baroda Pioneer Liquid Fund Baroda Pioneer Treasury Advantage Fund	Baroda Pioneer Liquid Fund	52,949.80	-
		Baroda Pioneer PSU Bond Fund	3,834.89	-
		Baroda Pioneer Treasury Advantage Fund	59,409.23	-
		Baroda Pioneer PSU Equity Fund	27.55	25.00
Bank of Baroda	Baroda Pioneer Infrastructure Fund Baroda Pioneer Liquid Fund Baroda Pioneer PSU Equity Fund	Baroda Pioneer ELSS 96	16.31	19.30
		Baroda Pioneer Growth Fund	46.03	53.07
		Baroda Pioneer PSU Equity Fund	393.52	424.05
Bank of India	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	2.00	-
		Baroda Pioneer Diversified Fund	37.88	-
		Baroda Pioneer ELSS 96	46.27	45.63
		Baroda Pioneer Global Fund	2.45	-
		Baroda Pioneer Growth Fund	105.71	135.00
		Baroda Pioneer Liquid Fund	51,413.21	14,683.43
		Baroda Pioneer MIP Fund	295.40	296.99
		Baroda Pioneer PSU Bond Fund	4,713.19	1,135.38
		Baroda Pioneer PSU Equity Fund	279.87	263.82
		Baroda Pioneer Short Term Bond Fund	829.75	-
		Baroda Pioneer Treasury Advantage Fund	39,523.52	230.01
Baroda Pioneer 380 Day FMP - Series 1	2,032.89	2,050.69		
Bank of Maharashtra	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	17,514.68	8,815.16
		Baroda Pioneer MIP Fund	29.88	-
		Baroda Pioneer PSU Bond Fund	2,948.51	-
		Baroda Pioneer Treasury Advantage Fund	18,341.46	979.46
Canara Bank (Including Subsidiary Can Bank Factor Ltd.)	Baroda Pioneer Liquid Fund	Baroda Pioneer Infrastructure Fund	492.85	-
		Baroda Pioneer Liquid Fund	238,457.40	982.99
		Baroda Pioneer ELSS 96	12.28	12.53
		Baroda Pioneer Growth Fund	36.84	37.58
		Baroda Pioneer MIP Fund	94.39	-
		Baroda Pioneer PSU Bond Fund	7,616.85	-
		Baroda Pioneer PSU Equity Fund	125.90	131.51
Baroda Pioneer Treasury Advantage Fund	285,254.50	3,931.95		

Company Name	Schemes invested in by the Company	Investment made by schemes of Baroda Pioneer Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended 31 March, 2011 (Rupees in Lakhs)	Outstanding as at March 31, 2011 (At Market/ Fair Value) (Rupees in Lakhs)
Central Bank of India	Baroda Pioneer Liquid Fund	Baroda Pioneer 380 Day FMP - Series 1	1,495.62	-
		Baroda Pioneer Liquid Fund	64,295.53	5,814.83
		Baroda Pioneer MIP Fund	381.46	244.32
		Baroda Pioneer PSU Bond Fund	1,997.77	-
		Baroda Pioneer PSU Equity Fund	27.59	-
		Baroda Pioneer Treasury Advantage Fund	38,501.23	3,713.68
Cipla Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS 96	26.18	25.73
		Baroda Pioneer Growth Fund	86.29	83.63
		Baroda Pioneer Balance Fund	2.44	2.57
Corporation Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	124,944.41	-
		Baroda Pioneer MIP Fund	98.53	-
		Baroda Pioneer PSU Equity Fund	45.99	44.53
		Baroda Pioneer Short Term Bond Fund	495.24	-
		Baroda Pioneer Treasury Advantage Fund	94,721.95	-
ECL Finance Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	151,613.33	2,447.17
		Baroda Pioneer Short Term Bond Fund	6,500.00	-
		Baroda Pioneer Treasury Advantage Fund	181,200.00	-
Edelweiss Securities Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	22,377.01	-
		Baroda Pioneer Treasury Advantage Fund	19,902.65	-
Export Import Bank of India	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	37,154.13	-
		Baroda Pioneer Treasury Advantage Fund	44,456.22	-
Fullerton India Credit Company Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Treasury Advantage Fund	3,300.00	-
Grasim Industries Ltd.	Baroda Pioneer 90 Day FMP - Series 1	Baroda Pioneer Balance Fund	7.30	-
		Baroda Pioneer ELSS 96	26.70	24.57
		Baroda Pioneer Growth Fund	96.76	90.91
		Baroda Pioneer Infrastructure Fund	47.72	58.97
		Baroda Pioneer MIP Fund	10.95	-
HDFC Bank Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Diversified Fund	26.06	-
		Baroda Pioneer ELSS 96	76.28	89.14
		Baroda Pioneer Growth Fund	177.18	235.76
		Baroda Pioneer Liquid Fund	33,888.88	-
		Baroda Pioneer MIP Fund	0.84	-
		Baroda Pioneer Treasury Advantage Fund	62,508.95	-
		Baroda Pioneer Balance Fund	2.11	2.35
Hindalco Industries Ltd.	Baroda Pioneer Short Term Bond Fund Baroda Pioneer Liquid Fund Baroda Pioneer 90 Day FMP - Series 1	Baroda Pioneer ELSS 96	9.83	12.55
		Baroda Pioneer Growth Fund	76.94	78.43
		Baroda Pioneer Infrastructure Fund	141.66	140.13
		Baroda Pioneer Liquid Fund	9,956.08	-
IDBI Bank Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	0.64	-
		Baroda Pioneer ELSS 96	23.76	-
		Baroda Pioneer Growth Fund	64.18	-
		Baroda Pioneer Liquid Fund	84,039.93	-
		Baroda Pioneer Treasury Advantage Fund	80,105.10	-
		Baroda Pioneer PSU Equity Fund	75.35	69.80
		Baroda Pioneer MIP Fund	49.40	-

Company Name	Schemes invested in by the Company	Investment made by schemes of Baroda Pioneer Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended 31 March, 2011 (Rupees in Lakhs)	Outstanding as at March 31, 2011 (At Market/ Fair Value) (Rupees in Lakhs)
Indian Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Treasury Advantage Fund	36,634.14	-
		Baroda Pioneer Liquid Fund	34,506.54	-
		Baroda Pioneer PSU Equity Fund	39.09	31.83
Infrastructure Development Finance Company Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS 96	28.31	20.10
		Baroda Pioneer Growth Fund	116.68	80.39
		Baroda Pioneer Infrastructure Fund	168.75	83.48
		Baroda Pioneer Treasury Advantage Fund	9,835.89	-
ING Vysya Bank Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	26,500.00	-
		Baroda Pioneer Treasury Advantage Fund	11,100.00	-
Jindal Saw Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS 96	5.96	-
		Baroda Pioneer Growth Fund	53.17	32.74
L & T Finance Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	17,911.86	-
		Baroda Pioneer Treasury Advantage Fund	78,354.66	-
Larsen & Toubro Ltd. (Including Subsidiary Larsen & Toubro Infrastructure Finance)	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	1.57	4.13
		Baroda Pioneer Diversified Fund	15.70	-
		Baroda Pioneer ELSS 96	102.67	133.80
		Baroda Pioneer Growth Fund	247.95	341.12
		Baroda Pioneer Infrastructure Fund	248.70	218.05
		Baroda Pioneer Liquid Fund	24,500.00	-
		Baroda Pioneer MIP Fund	36.28	-
Baroda Pioneer Treasury Advantage Fund	64,000.00	-		
LIC Housing Finance Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	1.57	-
		Baroda Pioneer ELSS 96	10.33	-
		Baroda Pioneer Growth Fund	38.06	-
		Baroda Pioneer MIP Fund	1.57	-
		Baroda Pioneer Short Term Bond Fund	2,514.79	1,275.73
		Baroda Pioneer Treasury Advantage Fund	1,192.58	1,177.60
NABARD Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer PSU Bond Fund	4,175.77	499.47
		Baroda Pioneer Treasury Advantage Fund	39,495.43	-
Oriental Bank of Commerce	Baroda Pioneer Liquid Fund	Baroda Pioneer MIP Fund	251.41	-
		Baroda Pioneer PSU Bond Fund	10,013.74	919.05
		Baroda Pioneer Treasury Advantage Fund	83,167.28	4,881.81
		Baroda Pioneer Liquid Fund	89,375.36	-
		Baroda Pioneer Short Term Bond Fund	1,948.11	-
		Baroda Pioneer PSU Equity Fund	137.74	115.94
		Baroda Pioneer 380 Day FMP - Series 1	995.08	-
		Baroda Pioneer Balance Fund	3.13	3.89
		Baroda Pioneer ELSS 96	10.02	8.56
		Baroda Pioneer Growth Fund	46.88	36.96
Petronet LNG Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	0.38	-
		Baroda Pioneer Diversified Fund	12.09	-
		Baroda Pioneer ELSS 96	14.88	-
		Baroda Pioneer Global Fund	1.36	-
		Baroda Pioneer Growth Fund	35.33	-
Punjab and Sind Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	25,385.53	-
		Baroda Pioneer Balance Fund	0.15	0.14
		Baroda Pioneer ELSS 96	1.13	1.03
		Baroda Pioneer Growth Fund	7.55	6.88
		Baroda Pioneer Treasury Advantage Fund	38,427.83	-
		Baroda Pioneer MIP Fund	1.10	1.00
		Baroda Pioneer PSU Equity Fund	23.79	21.69

Company Name	Schemes invested in by the Company	Investment made by schemes of Baroda Pioneer Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended 31 March, 2011 (Rupees in Lakhs)	Outstanding as at March 31, 2011 (At Market/ Fair Value) (Rupees in Lakhs)
Punjab National Bank	Baroda Pioneer Liquid Fund Baroda Pioneer Treasury Advantage Fund	Baroda Pioneer Balance Fund	0.61	-
		Baroda Pioneer Diversified Fund	27.44	-
		Baroda Pioneer ELSS 96	33.92	-
		Baroda Pioneer Global Fund	1.23	-
		Baroda Pioneer Growth Fund	178.57	97.02
		Baroda Pioneer Liquid Fund	273,489.34	19,579.13
		Baroda Pioneer MIP Fund	290.82	-
		Baroda Pioneer PSU Bond Fund	7,704.43	-
		Baroda Pioneer Short Term Bond Fund	7,904.16	-
		Baroda Pioneer Treasury Advantage Fund	211,519.15	-
		Baroda Pioneer PSU Equity Fund	512.13	188.89
Reliance Industries Ltd.	Baroda Pioneer 380 Day FMP - Series 1	Baroda Pioneer Balance Fund	2.65	8.92
		Baroda Pioneer ELSS 96	32.24	188.84
		Baroda Pioneer Growth Fund	37.14	580.13
		Baroda Pioneer Infrastructure Fund	296.27	309.48
		Baroda Pioneer Liquid Fund	88,933.61	-
		Baroda Pioneer MIP Fund	18.65	21.51
RHC Holding Private Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Treasury Advantage Fund	40,000.00	-
		Baroda Pioneer Liquid Fund	9,923.29	-
Shriram Transaport Finance Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	25,000.00	-
		Baroda Pioneer Treasury Advantage Fund	14,000.00	-
State Bank of Hyderabad	Baroda Pioneer Liquid Fund	Baroda Pioneer Treasury Advantage Fund	1,490.80	-
State Bank of India (Including Subsidiary State Bank of Bikaner & Jaipur, State Bank of Indore & State Bank of Mysore, SBI Global Factor Ltd.)	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS 96	78.30	82.96
		Baroda Pioneer Growth Fund	242.58	193.57
		Baroda Pioneer Liquid Fund	109,710.98	-
		Baroda Pioneer MIP Fund	150.75	-
		Baroda Pioneer PSU Bond Fund	5,617.86	-
		Baroda Pioneer PSU Equity Fund	1,091.22	877.98
		Baroda Pioneer Treasury Advantage Fund	194,518.55	-
		Baroda Pioneer 380 Day FMP - Series 1	1,997.21	-
State Bank of Travancore	Baroda Pioneer Liquid Fund	Baroda Pioneer Income Fund	4.90	-
		Baroda Pioneer Liquid Fund	21,426.92	-
		Baroda Pioneer MIP Fund	29.81	-
		Baroda Pioneer PSU Bond Fund	3,239.22	-
		Baroda Pioneer Treasury Advantage Fund	28,633.04	-
Sun Pharmaceuticals Industries Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Growth Fund	34.62	-
Sundaram Finance Ltd.	Baroda Pioneer Liquid Fund Baroda Pioneer Treasury Advantage Fund	Baroda Pioneer Income Fund	4.82	-
		Baroda Pioneer Liquid Fund	4,966.81	-
		Baroda Pioneer Treasury Advantage Fund	19,603.47	-

Company Name	Schemes invested in by the Company	Investment made by schemes of Baroda Pioneer Mutual Fund in the company / subsidiary	Aggregate cost of acquisition during the period ended 31 March, 2011 (Rupees in Lakhs)	Outstanding as at March 31, 2011 (At Market/ Fair Value) (Rupees in Lakhs)
Syndicate Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	110,195.90	9,319.46
		Baroda Pioneer Treasury Advantage Fund	162,231.56	-
		Baroda Pioneer 380 Day FMP - Series 1	2,000.36	2,018.10
		Baroda Pioneer MIP Fund	272.89	275.19
		Baroda Pioneer PSU Bond Fund	490.63	490.90
Tata Capital Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	463,902.20	-
		Baroda Pioneer Treasury Advantage Fund	349,834.72	-
Tata Chemicals Ltd.	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	0.96	1.03
		Baroda Pioneer ELSS 96	6.43	6.84
		Baroda Pioneer Growth Fund	38.64	20.52
UCO Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer 90 Day FMP - Series 1	1,505.96	1,511.87
		Baroda Pioneer Liquid Fund	80,363.11	4,893.76
		Baroda Pioneer MIP Fund	99.58	-
		Baroda Pioneer PSU Bond Fund	998.08	-
		Baroda Pioneer Treasury Advantage Fund	91,254.21	942.46
Union Bank of India	Baroda Pioneer Liquid Fund	Baroda Pioneer Balance Fund	2.15	-
		Baroda Pioneer ELSS 96	62.51	13.89
		Baroda Pioneer Growth Fund	149.24	90.29
		Baroda Pioneer Infrastructure Fund	491.27	-
		Baroda Pioneer Liquid Fund	147,506.16	4,915.61
		Baroda Pioneer MIP Fund	191.61	-
		Baroda Pioneer PSU Bond Fund	9,701.34	-
		Baroda Pioneer PSU Equity Fund	109.63	104.18
		Baroda Pioneer Short Term Bond Fund	8,983.43	-
		Baroda Pioneer Treasury Advantage Fund	159,640.85	-
		Baroda Pioneer Diversified Fund	82.79	-
Baroda Pioneer Global Fund	12.61	-		
United Bank of India	Baroda Pioneer Liquid Fund	Baroda Pioneer ELSS 96	2.01	-
		Baroda Pioneer Growth Fund	7.48	-
		Baroda Pioneer Liquid Fund	9,442.45	2,449.46
		Baroda Pioneer 380 Day FMP - Series 1	1,818.47	1,834.63
Vijaya Bank	Baroda Pioneer Liquid Fund	Baroda Pioneer Liquid Fund	4,887.61	4,891.53
		Baroda Pioneer Treasury Advantage Fund	4,891.44	4,895.37



**ANNEXURE II**
**PERSPECTIVE HISTORICAL PER UNIT STATISTICS FOR THE YEAR ENDED MARCH 31, 2011**

	Baroda Pioneer Growth Fund			Baroda Pioneer ELSS '96			Baroda Pioneer Balance Fund			Baroda Pioneer Infrastructure Fund	Baroda Pioneer PSU Equity Fund
	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-11
<b>(a) Net asset value per unit at the end of the period</b>											
Dividend Option	29.91	27.83	16.81	24.74	24.23	12.93	29.57	26.07	17.34	9.45	8.98
Growth Option	53.09	49.41	26.68	-	-	-	29.57	25.81	17.16	9.45	8.98
Daily Dividend Option	-	-	-	-	-	-	-	-	-	-	-
Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Daily Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Growth	-	-	-	-	-	-	-	-	-	-	-
<b>(b) Gross Income</b>											
(i) Income other than profit on sale of investment	0.47	0.15	0.39	0.31	0.24	0.24	0.84	0.29	0.54	0.21	0.10
(ii) income from profit on inter scheme sales/transfer of investment	-	-	-	-	-	-	-	-	-	(0.00)	-
(iii) income (net) from profit on sale of investments to third party	1.53	1.78	(0.34)	1.59	3.87	(2.10)	2.55	3.63	(0.42)	(0.04)	(0.02)
(iv) transfer of revenue account from past year's reserve	-	-	-	-	-	-	-	-	-	-	-
<b>(c) Aggregate of expenses, writeoff, amortisation and charges (excluding change in unrealised depreciation on investments)</b>	0.83	0.43	0.51	1.91	0.38	0.33	0.36	0.50	0.47	0.22	0.11
<b>(d) Net Income (excluding change in unrealised appreciation/ depreciation on investments)</b>	-	-	(0.45)	-	-	(2.19)	-	-	(0.35)	-	-
<b>(e) Unrealised appreciation / (depreciation) in value of investments</b>	1.14	3.40	(8.00)	0.61	5.66	(5.23)	0.98	3.87	(9.29)	(0.31)	(0.94)

**PERSPECTIVE HISTORICAL PER UNIT STATISTICS FOR THE YEAR ENDED MARCH 31, 2011 (Contd.)**

	Baroda Pioneer Growth Fund			Baroda Pioneer ELSS '96			Baroda Pioneer Balance Fund			Baroda Pioneer Infrastructure Fund	Baroda Pioneer PSU Equity Fund
	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-11
<b>(f) Redemption price Highest</b>											
Dividend Option	33.01	28.35	27.39	29.51	25.03	24.81	30.33	26.51	27.36	10.94	9.98
Growth Option	58.59	50.34	43.45	-	-	-	30.33	26.24	27.09	10.94	9.98
Daily Dividend Option	-	-	-	-	-	-	-	-	-	-	-
Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Daily Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Fortnightly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Growth	-	-	-	-	-	-	-	-	-	-	-
<b>Lowest</b>											
Dividend Option	25.34	16.95	13.87	22.48	13.13	11.38	24.81	17.32	15.39	8.62	8.13
Growth Option	45.00	26.90	22.00	-	-	-	24.57	17.14	15.25	8.62	8.13
Daily Dividend Option	-	-	-	-	-	-	-	-	-	-	-
Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Daily Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Fortnightly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Growth	-	-	-	-	-	-	-	-	-	-	-

**PERSPECTIVE HISTORICAL PER UNIT STATISTICS FOR THE YEAR ENDED MARCH 31, 2011 (Contd.)**

	Baroda Pioneer Growth Fund			Baroda Pioneer ELSS '96			Baroda Pioneer Balance Fund			Baroda Pioneer Infrastructure Fund	Baroda Pioneer PSU Equity Fund
	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-10	Period Ended 31-Mar-09	Period Ended 31-Mar-11	Period Ended 31-Mar-11
<b>(g) Purchase price Highest</b>											
Dividend Option	34.09	29.28	28.29	30.25	25.66	25.43	31.33	27.38	28.26	11.05	10.08
Growth Option	60.51	51.99	44.88	-	-	-	31.33	27.11	27.98	11.05	10.08
Daily Dividend Option	-	-	-	-	-	-	-	-	-	-	-
Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Daily Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Fortnightly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Growth	-	-	-	-	-	-	-	-	-	-	-
<b>Lowest</b>											
Dividend Option	26.18	17.51	14.33	23.04	13.46	11.66	25.62	17.88	15.90	8.71	8.21
Growth Option	46.47	27.78	22.72	-	-	-	25.38	17.70	15.75	8.71	8.21
Daily Dividend Option	-	-	-	-	-	-	-	-	-	-	-
Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Daily Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Weekly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Fortnightly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Monthly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Quarterly Dividend	-	-	-	-	-	-	-	-	-	-	-
Institutional Growth	-	-	-	-	-	-	-	-	-	-	-
<b>(h) Price earnings ratio</b>	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A
<b>(i) Ratio of expenses to average daily net assets by percentage</b> (annualised, excluding unrealised appreciation/ depreciation on investments)	2.50%	2.50%	2.45%	2.50%	2.50%	2.50%	1.25%	2.38%	2.18%	2.50%	2.50%
<b>(j) Ratio of gross income/loss to average daily net assets by percentage</b> (annualised, including unrealised appreciation / depreciation on investments and net profit or loss on sale of investments.)	9.41%	31.12%	(38.29)%	11.22%	55.28%	(54.11)%	15.22%	37.08%	(42.61)%	(1.65)%	(19.08)%

**PROXY VOTING REPORT FOR 2010-11**

**Management Proposals**

<b>Date</b>	<b>Name of Company</b>	<b>Type of Meeting (AGM / EGM)</b>	<b>Proposal</b>	<b>Management Recommendation</b>	<b>Vote (For / Against / Abstain)</b>
			NIL		

**Shareholders Proposals**

<b>Date</b>	<b>Name of Company</b>	<b>Type of Meeting (AGM / EGM)</b>	<b>Proposal</b>	<b>Management Recommendation</b>	<b>Vote (For / Against / Abstain)</b>
			NIL		

**BARODA PIONEER ASSET MANAGEMENT  
COMPANY LIMITED****1. Introduction**

As per the SEBI circular, SEBI/IMD/CIR No.18/198647/2010, dated March 15, 2010, on the role of mutual funds in the Corporate Governance of listed companies, AMCs shall disclose their general policies and procedures for exercising the voting rights in respect of shares held by them on their website as well as in the annual report distributed to the unit holders under the schemes of the mutual fund run by them.

Further, AMCs are also required to disclose on their website as well as in the annual report distributed to the unit holders under the schemes of the mutual fund run by them, the actual exercise of their proxy votes in the Annual General Meetings ("AGM") / Extraordinary General Meetings ("EGM") of the investee companies in respect of the following matters :

- Corporate governance matters, including changes in the state of incorporation, merger and other corporate restructuring, and anti takeover provisions.
- Changes to capital structure, including increases and decreases of capital and preferred stock issuances.
- Stock option plans and other management compensation issues;
- Social and corporate responsibility issues.
- Appointment and Removal of Directors.
- Any other issue that may affect the interest of the shareholders in general and interest of the unit-holders in particular.

**2. Proxy Voting Policies**

The foremost concern of Baroda Pioneer Asset Management Company Limited ("AMC") in voting proxies is the economic effect of the proposal on the value of portfolio holdings, considering both the short and long term impact. In many instances, the AMC believes that supporting the company's strategy and voting "for" management proposals help build portfolio value. In other cases, however, proposals set forth by the management may have a negative effect on that value, while some shareholder proposals may hold the best prospects for enhancing it. The AMC will monitor developments in the proxy voting arena and will revise this policy as and when needed.

The AMC will try to actively participate and vote, directly or through proxy voting services, all

proxies in all managed funds, at least for all publicly traded companies.

The Board of Trustees of Baroda Pioneer Mutual Fund has authorised the AMC to participate and exercise voting rights in respect of shares held by the schemes of Baroda Pioneer Mutual Fund ("Fund"). The AMC may appoint any of its senior executives or any other person or company or entities to exercise voting rights in respect of the shares held by the schemes of the Fund, as per the instructions issued by the AMC. The AMC may, as mentioned earlier, also use the services of a proxy voting services agency to exercise voting rights, on such terms and conditions as the Proxy voting co-ordination group deems fit and in terms of all applicable guidelines and/or dictates of SEBI in this behalf.

**3. Proxy Voting Co- ordination Group**

The AMC shall operate a Proxy voting co-ordination group comprising the Chief Executive Officer, the Head of Fixed Income, Equity Fund Manager, Compliance Officer and a member of the Operations team. The Proxy voting co-ordination group will be responsible for the implementation of the proxy voting activity, and the ongoing decisions exercised by the proxy on various matters put to vote in any AGM / EGM of companies whose shares are held by the schemes of the Fund. The review mechanism and control process in respect of the proxy voting activity will be the responsibility of the Proxy voting co-ordination group.

**4. General Guiding Principles for Exercise of Votes**

In deciding whether to vote for or against a proposal or to abstain from voting on the proposal, the AMC will be guided by the following fundamental principles. Where the information that the AMC has or is able to gather on the proposal is insufficient and/or not meaningful enough to arrive at a decision, the AMC will abstain from voting on that proposal. Where the AMC has adequate and meaningful information regarding a proposal that, the AMC believes, would stand the test of being regarded as adequate and meaningful for an entity not associated with the company concerned to arrive at a decision, the AMC will exercise its vote on such proposal. Such vote may be for or against the proposal, and this decision will be guided by the facts of the proposal, in particular, the reason(s), explicit or otherwise, necessitating the proposal, as is/are available to the AMC, and the consequences that the AMC believes the implementation of the proposal will have from the perspective of impact on the schemes and, therefore, unit holders of the Fund.

For details of Proxy Votes exercised during the year 2010-11, please refer Page no. 66.

**5. Administrative**

The matters on which, at an AGM / EGM, voting rights may be exercised in respect of shares held by the schemes of the Fund shall include, but may not necessarily be limited to the following :

- Corporate governance matters, including changes in the state of incorporation, merger and other corporate restructuring, and anti takeover provisions;
- Changes to capital structure, including increases and decreases of capital and preferred stock issuances;
- Stock option plans and other management compensation issues;
- Social and corporate responsibility issues;
- Appointment and Removal of Directors;
- Any other issue that may affect the interest of the shareholders in general and interest of the unit-holders in particular;

In addition, the AMC will generally support, subject to the General Guiding Principles for Exercise of Votes, the following and similar other management proposals, as applicable :

- Corporate name change.
- Change of corporate headquarters.
- Stock exchange listing.
- Adjournment or postponement of AGM.
- Acceptance / approval of financial statements.
- Approval of dividend payments, dividend reinvestment plans and other dividend-related proposals.
- Approval of minutes and other formalities.
- Authorization of the transferring of reserves and allocation of income.
- Approval of accounting method changes or change in fiscal year-end.
- Acceptance of labour agreements.
- Appointment of internal auditors.

The AMC will vote on a case-by-case basis on other routine business in accordance with the best practices and also the General Guiding Principles for Exercise of Votes, in order to achieve the best interest of the unit holders of the schemes of the Fund. The AMC may also instruct its custodian and / or proxy voting service, if any, to inform the AMC of its analysis of any administrative items inconsistent, in its view, with supporting the value of the portfolio holdings in the schemes of the Fund so that the AMC may consider and vote on those items on a case-by-case basis.

The following sections list some of the areas where companies seek share holders' votes and the general approach of the AMC in exercising votes on proposals in those areas, and as mentioned earlier, in exercising votes or abstaining from doing so, the AMC will be guided by the General Guiding Principles for Exercise of Votes.

**5.1 Auditors**

To the extent applicable as per the extant law in India, the AMC will vote for proposals to :

- Ratify the auditors - The AMC will consider voting against the ratification, if the AMC is concerned about the auditors' independence or their past work for the company concerned. Specifically, the AMC has the right to oppose the ratification of auditors and withhold votes from audit committee members, if non-audit fees paid by the company to the auditing firm exceed the sum of audit fees plus audit-related fees plus permissible tax fees.
- Restore shareholder rights to ratify the auditors.
- Prohibit auditors from engaging in non-audit services for the company.

The AMC will also, to the extent applicable as per the extant law in India, normally oppose proposals that require companies to:

- Seek bids from other auditors.
- Rotate auditing firms only for opportunistic reasons and / or for convenience.
- Indemnify auditors.

**5.2 Board of Directors**

On issues related to the board of directors of companies, the AMC will normally support the management. The AMC will, however, consider a vote against the management in instances where corporate performance has been very poor or where the board appears lack independence.

**5.2.1 General Board Issues**

The AMC will vote for the following, to the extent applicable as per the extant law in India:

- Audit, compensation and nominating committees composed of independent directors exclusively.
- Indemnification for directors for

actions taken in good faith in accordance with the business judgment rule. The AMC will vote against proposals for broader indemnification.

- Changes in board size that appear to have a legitimate business purpose and are not primarily for anti-takeover reasons.
- Election of an honorary director.

The AMC will considering voting against the following, to the extent applicable:

- Minimum stock ownership by directors.
- Term limits for directors. The AMC believes that companies benefit from experienced directors, and that shareholder control is better achieved through annual votes.
- Requirements for union or special interest representation on the board of the company concerned.

The AMC will considering voting on a case-by-case basis on the following issues, to the extent applicable in accordance with the extant law in India:

- Separate chairman and CEO positions. The AMC will consider voting with shareholders on these issues in case of poor performance.

### 5.2.2 Election of Directors

In uncontested elections of directors, the AMC will consider voting against the following:

- Individual directors with absenteeism above 25% without a valid reason. The AMC will consider supporting proposals that require disclosure of director attendance.
- Insider / Associate directors and affiliated outsiders who sit on the audit, remuneration, stock option or nominating committees, as applicable. For the purposes of this policy, the definition of Insider / Associate directors, as provided in the extant laws and regulations applicable in India or as provided by the custodian and / or proxy voting services, if any, shall be acceptable.

The AMC will consider voting against:

- Directors who have failed to act on a takeover offer where the majority of shareholders have tendered their shares.
- Directors who appear to lack independence or are associated with very poor corporate performance.

The AMC will consider voting, on a case-by-case basis, on the following issues:

- Contested election of directors.
- Supporting the election of a majority of independent directors in case of poor performances.
- Mandatory retirement policies.
- Directors who have ignored a shareholder proposal that has been approved by shareholders for two consecutive years.

### 5.2.3 Takeover Related Measures

The AMC is generally opposed to proposals that may discourage takeover attempts. The AMC believes that the potential for a takeover helps ensure that corporate performance remains high.

The AMC will vote for the following, to the extent applicable :

- Cumulative voting.
- Increased ability for shareholders to call special meetings.
- Increased ability for shareholders to act by written consent.
- Opting out of the following stake takeover statutes, to the extent and if applicable as per the extant law in India :
  - Control share acquisition statutes, which deny large holders voting rights on holdings over a specified threshold.
  - Control share cash-out provisions, which require large holders to acquire shares from other holders.
  - Freeze-out provisions, which impose a waiting period on large holders before they can attempt to gain control.

- Stakeholder laws, which permit directors to consider interests of non-shareholder constituencies.
- Disgorgement provisions, which require acquirers to disgorge profits on purchases made before gaining control.
- Fair price provisions.
- Labour protection provisions.
- Mandatory classified boards.

The AMC will vote on a case-by-case basis on the following issues, to the extent applicable as per the extant law in India :

- Fair price provisions. The AMC will vote against provisions requiring any form of supermajority votes to approve takeovers. The AMC will also consider voting against proposals that require any super qualified majority votes to repeal or amend the provision. Finally, the AMC will consider the mechanism used to determine the fair price for an acquisition / takeover; The AMC is generally opposed to complicated formulas or requirements to pay a premium.
- Opting out of stake takeover statutes regarding fair price provisions. The AMC will use the criteria used for fair price provisions in general to determine its vote on this issue.
- Proposals that allow shareholders to nominate directors.

The AMC will consider voting against the following, to the extent applicable as per the extant law in India:

- Classified boards.
- Limiting shareholder ability to remove or appoint directors. The AMC will support proposals to restore shareholder authority in this area. The AMC will review, on a case-by-case basis, proposals which authorize the board to make interim appointments.
- Classes of shares with unequal voting rights.
- Super qualified majority vote requirements.
- Severance packages. The AMC will support proposals to put these

packages to shareholder vote.

- Reimbursement of dissident proxy solicitation expenses. While the AMC will ordinarily support measures that encourage takeover bids, the AMC believes that the management should have full control over corporate funds.
- Extension of advance notice requirements for shareholder proposals.
- Granting board authority normally retained by shareholders.
- Plans for rights issues. These plans generally allow shareholders to buy additional shares at a below-market price in the event of a change in control and may deter some bids.

### **5.3 Capital Structure**

Managements need considerable flexibility in determining the company's financial structure, and the AMC normally supports managements' proposals in this area. The AMC will, however, reject proposals that impose high barriers to potential takeovers.

The AMC will consider voting for the following, to the extent applicable as per the extant law in India :

- Changes in par value.
- Reverse splits (Reduction in authorised share capital), if accompanied by a reduction in number of shares.
- Shares repurchase / buy-back programs, if all shareholders may participate on equal terms.
- Bond / Debenture issuance.
- Cancellation of company treasury shares.

The AMC will vote on a case-by-case basis on the following issues, to the extent applicable as per the extant law in India:

- Reverse splits (Reduction in authorised share capital) which is not accompanied by a reduction in the number of shares, considering the risk of delisting.
- Increase in authorized share capital. The AMC will make a determination considering, among other factors:
- Number of shares currently available for issuance;



- Size of requested increase (the AMC will normally approve increases of up to 100% of current authorization);
- Proposed use of the additional shares; and
- Potential consequences of a failure to increase the number of shares outstanding (e.g., delisting or bankruptcy).
- Proposals to submit private placements to shareholder vote.
- Other financing plans.

The AMC will vote against pre-emptive rights that it believes will limit a company's financing flexibility.

#### 5.4 Compensation

The AMC will generally support compensation plans that link pay to shareholder returns, and believes that the management has the best understanding of the level of compensation needed to attract and retain qualified people. At the same time, stock-related compensation plans have a significant economic impact and a direct effect on the balance sheet. Therefore, while the AMC does not want to micromanage a company's compensation program, it will place limits on the potential dilution these plans may impose.

The AMC will consider voting for the following, to the extent applicable as per the extant law in India :

- Voluntary contribution pension plans.
- Employee Stock Options (ESOPs), as long as the shares allocated to ESOPs are less than 5% of the outstanding shares. Larger blocks of stock in ESOPs can serve as a takeover defense. The AMC will support proposals to submit ESOPs to shareholder vote.
- Various issues related to the specific provisions of law, including:
  - Amendments to performance plans;
  - Caps on annual grants or amendments of administrative features;
  - Adding performance goals; and
  - Cash or cash-and-stock bonus plans.
- Establishing a process to link pay, including stock-option grants, to performance, leaving the specifics of implementation to the company concerned.

- Requiring that option re-pricing be submitted to shareholders.
- Requiring the expensing of stock-option awards.
- Requiring reporting of executive retirement benefits (e.g. deferred compensation, split-dollar life insurance, pension benefits and others as may be referred by law).
- ESOPs, where the purchase price is equal to at least 85% of the market price, where the offering period is no greater than 27 months and where potential dilution (as defined below) is no greater than 10%.
- Stock options plans or any plan linked to share distribution if short period performances and / or holdings are not particularly rewarded.

The AMC will vote on a case-by-case basis on the following issues, to the extent applicable as per the extant law in India:

- Executive and director stock-related compensation plans. The AMC will consider the following factors when reviewing these plans :
  - The program must be of a reasonable size. The AMC will approve plans where the combined employee and director plans together would generate less than 15% dilution. The AMC will reject plans with 15% or more potential dilution.
 
$$\text{Dilution} = (A + B + C) / (A + B + C + D),$$
 where
    - A = Shares reserved for plan / amendment,
    - B = Shares available under continuing plans,
    - C = Shares granted but unexercised and
    - D = Shares outstanding.
  - The plan must not :
    - Explicitly permit unlimited option re-pricing authority or that have been re-priced in the past without shareholder approval.
    - Be a self-replenishing "evergreen" plan, plans that grant discount options and tax offset payments.
  - The AMC is generally in favour of proposals that increase participation beyond executives.

- All other employee stock purchase plans.
- All other compensation-related proposals, including deferred compensation plans, employment agreements, loan guarantee programs and retirement plans.
- All other proposals regarding stock compensation plans, including extending the life of a plan, changing vesting restrictions, re-pricing options, lengthening exercise periods or accelerating distribution of awards and pyramiding and cashless exercise programs.
  - Limits on executive and director pay.
  - Stock in lieu of cash compensation for directors.
  - Pension for non-employee directors (The AMC believes that these retirement plans reduce directors' objectivity).
  - Elimination of stock option plans.

### **5.5 Corporate Governance**

The AMC will vote for the following, to the extent applicable as per the extant law in India:

- Confidential Voting.
- Equal access provisions, which allow shareholders to contribute their opinion to proxy materials.
- Proposals requiring Directors to disclose their ownership of corporate securities.

The AMC will vote on a case-by-case basis on the following issues, to the extent applicable as per the extant law in India :

- Change in the state of incorporation. The AMC will support re-incorporations supported by valid business reasons. The AMC will oppose those that appear to be solely for the purpose of strengthening takeover defenses.
- Bundled proposals. The AMC will evaluate the overall impact of the proposal.
- Adopting of or amending the memorandum and / or articles of association.

The AMC will consider voting against :

- Shareholder advisory committees. While the management should solicit shareholder input, the AMC prefers to leave the method of doing so to the discretion of the management.

- Limitations on stock ownership or voting rights.
- Reduction in share ownership disclosure guidelines.

### **5.6 Mergers and Restructuring**

The AMC will vote on the following and similar issues on a case-by-case basis, to the extent applicable :

- Mergers and acquisitions.
- Corporate restructuring, including spin-off (where a company “splits off” sections of itself as a separate business), liquidation, asset sale, joint venture, conversion to holding company etc.
- Debt restructuring.
- Conversion of securities.
- Issuance of shares to facilitate a merger.
- Private placements, warrants, convertible debentures.
- Proposals requiring management to inform shareholders of merger opportunities.

The AMC will normally vote against shareholder proposals requiring that the company be put up for sale.

### **5.7 Mutual Funds**

Some of the schemes of the Fund may invest in the shares of mutual funds or exchange traded funds.

The non-corporate structure of these investments raises several unique proxy voting issues. Therefore, the AMC will consider voting for the following, to the extent applicable :

- Establishment of new classes or series of shares.
- Establishment of a master-feeder structure.

The AMC will consider voting for the following, to the extent applicable, on a case-by-case basis:

- Changes in fundamental attributes, such as investment objective, asset allocation pattern, liquidity provisions, listing, increase in fees and expenses etc. and / or any other matter that may adversely affect the interests of unit holders of the scheme concerned.
- Approval of new or amended advisory contracts.
- Change from a close-end to an open-end scheme.
- Disposition of assets, termination, liquidation, winding up of scheme etc.

### 5.8 Social Issues

The AMC will consider abstaining from voting on proposals calling for greater disclosure of corporate activities with regard to social issues. "Social issues" may generally be described as shareholders' proposals for a company to :

- Conduct studies regarding certain issues of public concern and interests ;
- Study the feasibility of the company taking certain actions with regard to such issues or
- Take specific actions, including ceasing certain behavior and adopting company standards and principles in relation to issues of public concern and interest

The AMC will consider voting against proposals calling for radical and drastic changes in the company's business or activity. The AMC will consider voting against proposals with regard to contributions, believing that the management should control the routine disbursement of funds.

### 5.9 Investments in Group Companies of the AMC and Companies that have Subscribed to the Units of the Schemes of the Fund

Investment by the schemes of the Fund in the group companies of the AMC as well as in companies that have subscribed to the units of the schemes of the Fund will be strictly in compliance of the requirements of the SEBI (Mutual Funds) Regulations, 1996, as amended from time to time. The AMC will adopt the same governance measures in respect of voting on proposals of such companies as it follows in respect of proposals of other companies which are not associated,

in any manner whatsoever, with the AMC. The AMC will ensure, while voting on proposals of such companies, that it makes the best efforts to avoid any situation of conflict of interest, and in the event of encountering a situation of conflict of interest, the AMC will ensure that it is resolved in the best interest of the unit holders of the schemes of the Fund. The AMC will also be guided by its Conflicts of Interest Policy in managing and resolving such situations; provided, however, that the resolution will always be in the best interest of the unit holders of the schemes of the Fund.

### 6 Record Keeping

The Proxy voting co-ordination group shall ensure that the AMC's proxy voting service and / or delegated entities :

- retain a copy of the proxy statement received (if any);
- retain a record of the vote cast;
- prepare any other form as may be required by local laws or regulations, and
- are able to promptly provide the AMC (and also the delegating entities) with a copy of the voting record upon their request (refer to the section on 'Proxy Voting Policies' in this policy).

### 7 Reporting

The AMCs will disclose on its website as well as in the annual report distributed to the unit holders under the schemes of the Fund, the actual exercise of their proxy votes in the AGMs / EGMs of the investee companies in the following format :

**Risk Factors:** All mutual funds and securities investment are subject to market risks, and there can be no assurance that the Schemes' objectives will be achieved. As with any investment in securities, the NAV of the units issued under the Schemes may go up or down depending on the factors and forces affecting the securities market. Past performance of the Sponsor/ AMC/ Mutual Fund is not indicative of the future performance of the Schemes. **Baroda Pioneer Growth Fund, Baroda Pioneer ELSS '96 Fund, Baroda Pioneer Balance Fund, Baroda Pioneer Monthly Income Plan (MIP) Fund, Baroda Pioneer Public Sector Undertaking (PSU) Bond Fund, Baroda Pioneer Liquid Fund, Baroda Pioneer Income Fund, Baroda Pioneer Treasury Advantage Fund and Baroda Pioneer GILT Fund are only the names of the Schemes and do not in any manner indicate either the quality of the Schemes, their future prospects and returns. Please read the Statement of Additional Information, Key Information Memorandum and relevant Scheme Information Document carefully before investing.** **Statutory Details:** Baroda Pioneer Mutual Fund has been set up as a trust under the Indian Trust Act, 1882. **Sponsors:** Pioneer Global Asset Management S.p.A and Bank of Baroda. The Sponsors are not responsible or liable for any loss resulting from the operation of the Scheme beyond their initial contribution of Rs. 10 Lac made by it towards the corpus of the Fund. **Trustees:** Board of Trustee of Baroda Pioneer Mutual Fund. **Investment Manager:** Baroda Pioneer Asset Management Company Limited.

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## Invest for Long Term Growth while Saving Taxes



# Baroda Pioneer ELSS'96

(An Open Ended Equity Linked Savings Scheme (ELSS))



**Investment Objective:** Baroda Pioneer ELSS '96 Fund ("the Scheme") is an Open Ended Tax Benefit-Cum-Growth Scheme with Insurance Cover. The main objective of the scheme is to provide the investor long term capital growth as also tax benefit under section 80C of the income Tax Act, 1961. **Statutory Details:** Baroda Pioneer Mutual Fund has been set up as a trust under the Indian Trust Act, 1882. **Sponsors:** Pioneer Global Asset Management S.p.A and Bank of Baroda. The Sponsors are not responsible or liable for any loss resulting from the operation of the Scheme beyond their initial contribution of Rs. 10 Lac made by it towards the corpus of the Fund. **Trustees:** Board of Trustee of Baroda Pioneer Mutual Fund. **Investment Manager:** Baroda Pioneer Asset Management Company Limited. **Risk Factors:** Mutual funds and securities investment are subject to market risks and there is no assurance or guarantee that the Schemes' objectives will be achieved. As with any investment in securities, the NAV of the units issued under the Schemes can go up or down depending on the factors and forces affecting the securities market. Past performance of the Sponsor/AMC/ Mutual Fund is not indicative of the future performance of the Schemes. Baroda Pioneer ELSS '96 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.

Please read the Statement of Additional Information, Key Information Memorandum and relevant Scheme Information Document carefully before investing.

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