

NOTICE CUM ADDENDUM

ADDENDUM to the Scheme Information Document (SID) of Pramerica Ultra Short Term Bond Fund, Pramerica Dynamic Fund & Pramerica Equity Fund
Notice is hereby given that it has been decided to (a) modify the provisions of "Power SIP" under Pramerica Ultra Short Term Bond Fund (PUSTBF) & Pramerica Equity Fund (PEF); and (b) introduce "Power SIP" under Pramerica Dynamic Fund (PDF), effective from February 24th, 2012.

Accordingly the following paragraph is substituted in place of existing text [in the SID of PUSTBF & PEF] / added in the SID of PDF under "Special Products" in Section III - Units and Offer - B. Ongoing Offer :

"Pramerica Power SIP :

'Pramerica Power SIP' is an investment plan that provides for subscriptions into Pramerica Ultra Short Term Bond Fund (hereinafter referred to as the 'Source Scheme') in a lump-sum and via monthly SIP and subsequently switching the investment into Pramerica Equity Fund or Pramerica Dynamic Fund (hereinafter referred to as the 'Target Scheme') on a recurrent basis on 2nd business day of every month.

While the monthly SIP installments in the Source Scheme would be uniform, the amount of switches into the Target Scheme would be based on a value derived at the end of each month using a proprietary model developed by the AMC using on BSE Sensex PE Ratio (hereinafter referred to as 'Pramerica Multiplier'). For this purpose, the PE mean is calculated taking the weighted average of last 5 years' PE of BSE Sensex and long term average PE of BSE Sensex since 1991.

The PE mean is then compared with the current BSE Sensex PE and based on the variation between the two, Pramerica Multiplier is determined. The Pramerica Multiplier could range from 0 to 2 as shown in the table and accordingly, the switch amount into the Target Scheme each month could vary from Nil to twice the amount of SIP installment in the Source Scheme.

PE Variation	Pramerica Multiplier
< - 20 %	2.0
>= -20% to < 0 %	1.5
> = 0% to < 10%	1.0
>= 10% to < 20%	0.8
>= 20% to < 30%	0.5
>= 30% to < 40%	0.2
>=40%	0.0

Minimum initial investment in Source Scheme	6 times the monthly SIP installment in Source Scheme
Minimum SIP installment in Source Scheme	₹ 1000 per month and in multiples of ₹ 500 thereafter
Minimum SIP Tenure in Source Scheme	36 Months

Note: Whenever the value of investment in Source Scheme falls to less than 3 SIP installments, the investor would have to replenish ("top up") the investment in the Source Scheme by making additional subscription equal to minimum 3 SIP installments. If the balance is less than applicable switch amount in the Target Scheme, the entire balance in the Source Scheme would be switched out to Target Scheme.

To invest via Pramerica Power SIP, an investor needs to enroll for the same using a prescribed form along with a cheque for initial lumpsum investment under PUSTBF. Please refer to Pramerica Power SIP Enrolment form for other terms and conditions before enrolment.

All other terms and conditions appearing in the respective SIDs/KIMs remain unchanged. This Addendum forms an integral part of the SID/KIM of the aforesaid schemes.

**For Pramerica Asset Managers Private Limited
(Investment Manager for Pramerica Mutual Fund)**

**Place : Mumbai
Date : February 22, 2012**

Authorised Signatory

Name of the Scheme: Pramerica Ultra Short Term Bond Fund (An Open Ended Debt Scheme) **Investment Objective:** To provide reasonable returns, commensurate with a low to moderate level of risk and high degree of liquidity, through a portfolio constituted of money market and debt instruments. **Name of the Scheme:** Pramerica Equity Fund (An Open Ended Equity Scheme). **Investment Objective:** To achieve long term capital appreciation by investing in an actively managed diversified portfolio consisting of equity and equity related securities including derivatives, debt and money market Instruments. **Name of the Scheme:** Pramerica Dynamic Fund (An Open Ended Dynamic Asset Scheme). **Investment Objective:** To achieve long term capital appreciation by investing in an actively managed diversified portfolio consisting of equity and equity related securities including derivatives, debt and money market Instruments.

Risk Factors: All mutual funds and securities investments are subject to market risks and there can be no assurance that the objectives of the schemes will be achieved; the NAV of the funds may go up or down depending upon the factors and forces affecting the securities markets. Pramerica Ultra Short Term Bond Fund, Pramerica Equity Fund and Pramerica Dynamic 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. Performance of the Sponsor has no bearing on the expected performance of the mutual fund or any of its schemes. Past performance of the Sponsor and their Affiliates/AMC/Mutual Fund & its Scheme(s) does not indicate the future performance of the Scheme and may not necessarily provide a basis of comparison with other investments. Investment in Mutual Fund Units involves investment risks such as trading volumes, settlement risk, liquidity risk, default risk including the possible loss of principal. As the price / value / interest rates of the securities in which the scheme invests fluctuate, the value of your investment in the Scheme may go up or down. Investors are not being offered any guaranteed / assured returns under any scheme of Pramerica Mutual Fund.

Copy of SID/SAI and Key Information Memorandum (KIM) can be obtained from all Investor Services Centers of Pramerica Mutual Fund or can be downloaded from the Mutual Fund's website www.pramericaamf.com.

Statutory Details: Pramerica Mutual Fund is set up as a Trust under the Indian Trusts Act, 1882 and registered with SEBI. **Sponsor:** Prudential Financial, Inc. (PFI) of the United States of America [liability restricted to initial contribution of ₹ 1 Lac towards the corpus of the Mutual Fund]. [Pramerica is the brand name used by PFI and its affiliates in select countries outside of the United States. Prudential Financial, Inc. of the United States is not affiliated in any manner with Prudential plc, a company incorporated in the United Kingdom.] **Trustee:** Pramerica Trustees Private Limited **Investment Manager:** Pramerica Asset Managers Private Limited.

MUTUAL FUND INVESTMENTS ARE SUBJECT TO MARKET RISKS. PLEASE READ THE SID AND THE STATEMENT OF ADDITIONAL INFORMATION CAREFULLY BEFORE INVESTING.