

Fund Assure

Investment Report, December 2013



IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER.

Dear Friends,

The month of December 2013 saw the benchmark indices; BSE Sensex and CNX Nifty gain around 1.82% and 2.07% respectively, even as the Mid-cap index, CNX Mid-cap surged 5.06% during the same period.

On the global front, the US Federal Reserve (Fed) started the much awaited tapering of its asset-purchase program by USD10 bn and emphasized that the Quantitative Easing (QE) taper, did not signal policy tightening and indicated the funds rate would be kept near zero levels well past the time when unemployment reaches 6.5%, especially if projected inflation continues to run below the 2% level. The Fed is cautiously optimistic on the improving job market and less concerned about inflation breaching its comfort zone.

On the domestic front, the RBI kept the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 7.75 % in its mid-quarter monetary policy review as against the market expectation of a 25 bps rate increase. The RBI was categorical that the current inflation was at unacceptably high levels. However, given the wide bands of uncertainty surrounding the short term path of inflation from its high current levels, and the weak state of the economy, the RBI saw merit in waiting for more data. The RBI stated that if the expected softening of food inflation did not materialize and translate into a significant reduction in headline inflation in the next round of data releases, or if inflation excluding food and fuel did not fall, it would act, including on off-policy dates if warranted.

India's trade deficit for the month of November narrowed to USD 9.2 bn on the back of a growth in exports at 5.9% year on year even as the non-oil imports contracted 23.2% led by muted gold imports. For the April-November period, cumulative exports were at USD 203.7 bn, a growth of 6.1% and imports were at USD 303.2 bn, a contraction of 5.9%, implying a trade deficit of USD 99.5 bn as against the elevated USD130.1 bn in the same period, a year ago.

HSBC's India manufacturing PMI fell in December, led by a deceleration in domestic orders. On the positive side, inflation continued to ease and the manufacturing PMI remained in expansionary territory.

The Index of Industrial Production (IIP) for October 2013 came in at a negative 1.8% as against the market consensus of a negative 1.2%. The IIP growth for the seven month period between April and October 2013 stood at near zero levels as against 1.2% in the same period, prior year. Market experts believe that the muted October IIP print was largely due to adverse base effect and expect the IIP growth to be in positive territory going forward, on the back of a pick up in rural spending, buoyancy in exports as well as an up tick in economic activity stemming from the on ground impact of the projects cleared by the government. In this context, the 'Project monitoring group', set up by the government in June 2013 has helped speed up investments, coordinating with both ministries and private sector, resolving clearance issues in 122 projects to the tune of USD 65bn.

The Wholesale Price Index (WPI) inflation rose to a fourteen month high of 7.52% year and year in November 2013, well above the market consensus of 7% and higher than the 7% print seen in the month of October. Going forward, we could expect food inflation to moderate on the back of lower vegetable prices. The stabilization of crude oil prices and the INR could contain the imported inflation.

The cumulative fiscal deficit for the the period April-November 2013 was at ₹ 5.1 tn, 23.4% increase over the same period prior fiscal, accounting for 93.9% of the budget estimates as against 80.4% same period last year.

In the month of December, both Houses of Parliament passed the Lokpal and Lokayuktas Bill 2011, aimed at setting up bodies at the Center and the state levels, with powers to initiate inquiry and prosecute public servants in cases involving corruption. This is seen as a key initiative in reducing corruption and increasing transparency in decision making.

Going forward, we believe that the equity markets offer an attractive entry point for a long-term investor with a 3-5 year view.

Team Investment

Pension Schemes

Market Outlook - Debt

Fund Assure, Investment Report, December 2013

December 2013 saw the erstwhile 10 year Government securities (G-sec) harden by around 8 bps during the month to 9.12% levels. The yields of the 30 year G-sec over the erstwhile 10 year G-sec expanded to 17 bps in December 2013 as against 14 bps in the prior month. The new 10 year G-sec was issued during the month of November at 8.83% and traded at 8.84 % levels with the spread of 45 bps over the 30 year G-sec.

The corporate bonds remained in a tight range during December 2013 to close the month at around 9.62% levels in the 10 year bonds, similar to the November 2013 levels of 9.55%. As a consequence, the corporate bond spread over the erstwhile benchmark 10 year G-sec stood at around 35 bps in December 2013, similar to the 36 bps in the prior month.

In its Mid-quarter monetary policy, the RBI opined that the outlook for global growth continued to remain moderate, with an uneven recovery across industrial countries. They noted that the economic activity in major emerging market economies barring China had decelerated on account of weak domestic demand, notwithstanding some improvement in export performance.

On the domestic front, the RBI saw the pick-up in real GDP growth in the second quarter of 2013-14, driven by a robust growth in agricultural activity and an improvement in net exports, as a positive development but remained concerned regarding the weakness in industrial activity persisting into the third quarter. They believed that the revival of stalled investment, especially in the projects cleared by the Cabinet Committee on Investment, will be critical to ensure that the growth recovers, albeit modestly, in the near term.

The RBI opined that the retail inflation measured by the consumer price index (CPI) had risen unrelentingly through the year, pushed up by the unseasonal upturn in vegetable prices, double-digit housing inflation and elevated levels of inflation in the non-food and non-fuel categories. They also saw signs of a resumption of high rural wage growth, suggesting second round effects. Moreover, they noted that the high and persistent inflation increased the risks of exchange rate instability.

The RBI saw a lower trajectory for inflation in the medium term as there were early indications that vegetable prices had turned down sharply in the month of December. In addition, they

believed that the disinflationary impact of recent exchange rate stability would play out into prices. They were of the view that the negative output gap, including the recent observed slowdown in services growth, as well as the lagged effects of effective monetary tightening since July, would help contain inflation.

The RBI opined that the narrowing of the trade deficit since June through November, on positive export growth and contraction in both oil and non-oil imports, would bring the current account deficit (CAD) down to a more sustainable level for the year as a whole. Robust inflows into the swap windows opened by the RBI during August-November had contributed significantly to rebuilding foreign exchange reserves thus covering possible external financing requirements and providing stability to the foreign exchange market. They were hopeful that these favourable developments should help to build resilience to external shocks.

The RBI stated that the policy decision to hold the repo rate at 7.75% was a close one. The RBI saw the merit in waiting for more data to reduce uncertainty, though conceding that there would be risks in such a move and that the RBI may be perceived to be soft on inflation. The RBI stated that even though they maintained status quo in the mid-quarter monetary policy, they would act if there is no significant reduction in the headline inflation or if inflation excluding food and fuel does not fall so that inflation expectations stabilize and an environment conducive to sustainable growth takes hold.

Debt market sentiment has been muted lately reflected in bond yields rising even though the overnight rates have been falling and there is an expectation of lower supply of G-sec in the fourth quarter fiscal 2014. The Debt market is coming to terms with a possibility of lower levels of Open Market Operations (OMOs) as there has been much liquidity due to the dollar purchases from the RBI. The lack of clarity on the bond-switch program of the budgeted INR 50,000 crores more borrowing providing extra duration to the market has been an overhang on the market. There is also the possibility the RBI nudging the repo rate higher if there is no meaningful softening of inflation.

Meanwhile, the 10 year benchmark G-sec would remain volatile and the near term direction of the Gsec yields would largely depend on the trajectory of the INR and the commentary on the monetary policy from the RBI.

Market Outlook - Equity

Fund Assure, Investment Report, December 2013

The month of December 2013 saw the benchmark indices; BSE Sensex and CNX Nifty gain around 1.82% and 2.07% respectively, even as the Mid-cap index, CNX Mid-cap surged 5.06% during the same period.

FIIIs were net buyers with inflows of around USD 2.6 billion in the calendar year 2013 even as the DIIs were net sellers to the tune of around USD 1.2 billion, with Insurance companies' net sellers of around USD 1.1 billion and domestic mutual funds, net sellers to the extent of around USD 0.1 billion over the same period. In the calendar year 2013, the FIIIs have been net buyers to the tune of USD 20.1 billion with the DIIs net sellers to the tune of USD 13 billion, Insurance companies and mutual funds selling Indian equities to the tune of USD 9.2 billion and USD 3.8 billion respectively.

Consensus earnings estimates for the MSCI India were nudged lower by 0.2% for FY 2014 (E) even as the estimates for FY 2015(E) remained unchanged over the month of December 2013 to 9.5% and 18.4% for FY14(E) and FY15(E) respectively.

The US Federal Reserve (Fed) started its much awaited tapering of its asset-purchase program by USD10 bn, largely on expected lines and was well received by the global markets. The markets took comfort from Fed's forward guidance of maintaining rates at near zero levels for an extended period of time. Some market watchers are of the view that taper would be largely positive for India as it could result in lower commodity prices moderating the inflationary pressures while the improving global demand would boost Indian exports.

During the month, RBI released the discussion paper 'Framework for revitalizing distressed assets in the economy' to lay a road map for lenders to strengthen their credit risk management practices. The paper focuses on developing early warning signals, initiating collective efforts for restructuring or recovery, accelerate provisioning requirement on willful defaulters and strengthening the Asset Reconstruction Companies (ARCs). The RBI's draft guidelines are expected to improve transparency, facilitate early resolution and hence lower losses due to defaults.

RBI's financial stability report states that Asset quality continues to be a major concern for Scheduled Commercial Banks (SCBs). The GNPA ratio as well as the restructured standard advances ratio of the SCBs had increased to 10.2% of total advances as at end September 2013 from 9.2% as of March 2013. The stress

seems to be concentrated in five sectors, namely, Infrastructure, Iron & Steel, Textiles, Aviation and Mining together contributing 24% of total advances of SCBs but accounting for around 53% of their total stressed advances.

The upcoming spectrum auction would see both the 1800 MHz and 900 MHz band spectrums auctioned with the government taking several measures to ensure wider participation such as price reduction and low block size for bidding. Moreover, the spectrum acquired through auction will have no restrictions on the technology to be adopted for providing services.

The government extended the tapering linkage of additional coal supplies for three years for certain power projects, originally planned on captive coal blocks, which have not been able to develop the coal blocks due to reasons beyond their control. The ministry of road transport and highways and the National Highways Authority of India has readied a backup plan for the 23 stranded highway projects for which premium rescheduling was approved by the Cabinet Committee on Economic Affairs (CCEA) in October. Under the plan, these contracts would be cancelled and the projects would be bid out afresh as smaller stretches. The CCEA amended the Mega Power Policy of 2009 that governs duty exemptions for power projects of more than 1,000 MW capacity. The committee mandated that sales from at least 65% of a project's capacity be done through competitive bidding and the rest supplied at tariffs decided by the power regulator. Under the Mega Power policy, project developers enjoy an exemption of 9% on excise duty, besides import duty benefits. This amendment will promote offtake of power through the competitive-bidding route, besides ensuring assured power sales through the regulated channel, under which power is supplied at lower rates. They also extended the timeframe given to developers for furnishing mega certificates to tax authorities for availing of the benefits from the current 36 months to 60 months.

In a boost to the government's policy on opening up FDI in multi-brand retail, Tesco, the world's third largest retailer, got a green signal from Foreign Investment Promotion Board (FIPB) to enter the Indian multi-brand retail segment in joint venture with the Tata Group.

The near term direction of the Indian equity market will depend on FII flows along with global cues, the third quarter FY14 earnings and INR movement. We believe that the Indian equities offer an attractive entry point for a long term investor with a 3-5 year view.

Equity Fund

**Short Term Fixed
Income Fund**

Income Fund

Liquid Fund

Bond Fund

Balanced Fund

Growth Fund

Maxima Fund



Pension Schemes

Equity Fund

ULGF 001 02/03/04 E1 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The primary investment objective of the fund is to generate long term capital appreciation from a portfolio that is invested predominantly in equity and equity linked securities.

NAV as on 31 Dec, 13 : ₹39.8309

Benchmark : BSE Sensex - 100%

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		96.40
ITC Ltd.	Tobacco Products	8.86
Infosys Technologies Ltd.	IT - Software	8.46
HDFC Bank Ltd.	Banks	7.96
Reliance Industries Ltd.	Refineries	7.78
ICICI Bank Ltd.	Banks	6.05
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	4.77
Tata Consultancy Services Ltd.	IT - Software	4.72
Tata Motors Ltd.	Automobile	4.47
Hindustan Unilever Ltd.	FMCG	3.72
HDFC Ltd.	Finance	3.51
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.29
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	2.93
Bharti Airtel Ltd.	Telecomm-Service	2.63
Mahindra and Mahindra Ltd.	Automobile	2.60

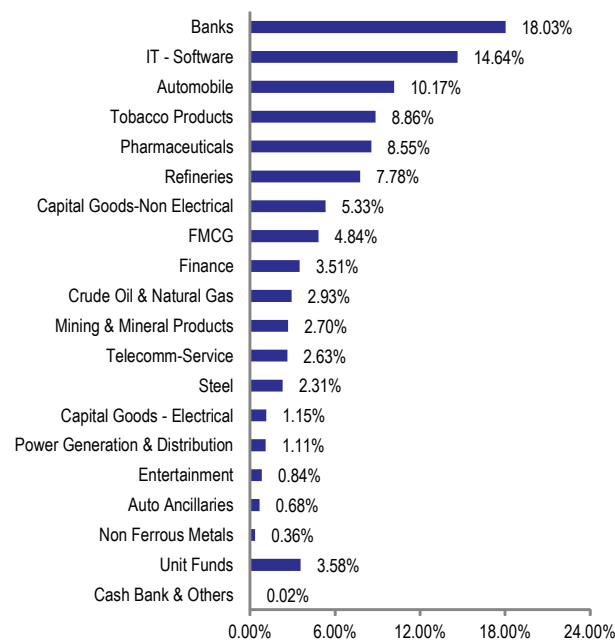
Instrument	Industry/Rating	% Of NAV
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	2.39
Tata Steel Ltd.	Steel	1.69
State Bank of India	Banks	1.66
Maruti Suzuki India Ltd.	Automobile	1.53
HCL Technologies Ltd.	IT - Software	1.46
Coal India Ltd	Mining & Mineral Products	1.26
Divi's Laboratories Ltd.	Pharmaceuticals	1.15
Havells India Ltd.	Capital Goods - Electrical	1.15
Nestle India Ltd.	FMCG	1.12
Cipla Ltd.	Pharmaceuticals	1.07
Other Equity below 1% corpus		10.19
Unit Funds		3.58
UTI MMF - Instn Growth Plan -Direct		3.58
Cash Bank & Others		0.02
Total		100.00

Fund Performance

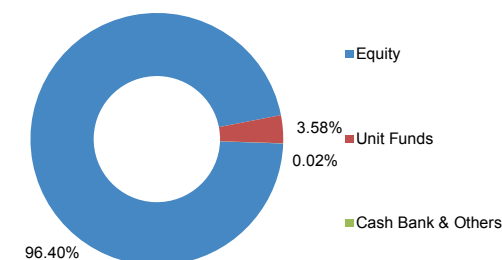
PERIOD	DATE	NAV	BSE Sensex	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	36.6695	19395.81	8.62%	9.15%
Last 1 Year	31-Dec-12	37.0561	19426.71	7.49%	8.98%
Last 2 Years	30-Dec-11	28.6279	15454.92	17.95%	17.04%
Last 3 Years	31-Dec-10	38.4450	20509.09	1.19%	1.06%
Last 4 Years	31-Dec-09	31.6961	17464.81	5.88%	4.93%
Last 5 Years	31-Dec-08	17.7374	9647.31	17.56%	17.02%
Since Inception	29-Mar-04	10.0000	5571.37	15.20%	14.65%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

Sector Allocation



Asset Allocation



Pension Schemes

Short Term Fixed Income Fund

ULGF 004 01/07/06 S1 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : Short Term Fixed Income Fund is a unit linked fund devised with the objective of generating stable returns by investing in fixed income securities having shorter maturity periods. Under normal circumstances, the average maturity of the fund may be in the range of 1-3 years.

NAV as on 31 Dec, 13 : ₹16.4468

Benchmark : CRISIL India Short Term Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

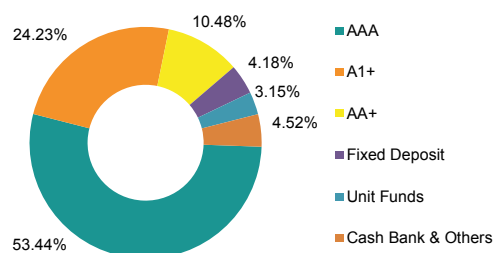
Instrument	Industry/Rating	% of NAV
CD/CP's		
Bank of India 03-June-14	A1+	9.43
Punjab and National Bank CD 05-Mar-14	A1+	6.86
Bank of Baroda CD 05-Mar-14	A1+	2.29
Andhra Bank CD 14-Mar-14	A1+	2.28
Allahabad Bank CD 17-Mar-14	A1+	2.28
REC Ltd. CP 31-Jul-14	A1+	1.10
Corporate Bonds		
9.75% IDFC Ltd. 11-Jul-14	AAA	7.89
9.40% NHB 10-Jan-15	AAA	6.94
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	5.84
8.85% PGC Ltd. 19-Oct-16	AAA	5.69
10.20% Sundaram Finance Ltd. 21-Jul-14	AA+	4.64
9.63% PFC Ltd. 15-Dec-14	AAA	4.64
9.655% NABARD 18-Oct-14	AAA	4.64
8.80% SAIL 26-Oct-15	AAA	4.58
7.65% REC Ltd. 31-Jan-16	AAA	4.48
9.64% PGC Ltd. 31-May-16	AAA	3.48
8.40% HDFC Ltd. 08-Dec-14	AAA	2.75
8.35% PFC Ltd. 15-May-16	AAA	2.71
8.45% REC Ltd. 19-Feb-15	AAA	2.29
9.35% HDFC Ltd. 04-Mar-16	AAA	1.85
9.15% IDFC Ltd. 19-Feb-16	AAA	0.92
9.20% PGC Ltd. 12-Mar-15	AAA	0.58
Fixed Deposit		
9.50% State Bank Of Hyderabad FD 04-Jan-14		4.18
Unit Funds		
Axis Liquid Fund - Direct Plan - Growth Option		3.15
Cash Bank & Others		
		4.52
Total		100.00

Fund Performance

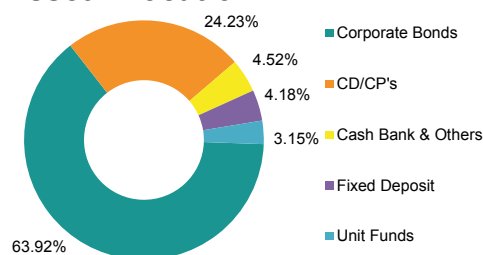
PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	15.8884	2077.40	3.51%	3.58%
Last 1 Year	31-Dec-12	15.2718	1987.31	7.69%	8.27%
Last 2 Years	30-Dec-11	13.9533	1820.74	8.57%	8.71%
Last 3 Years	31-Dec-10	12.9149	1688.32	8.39%	8.42%
Last 4 Years	31-Dec-09	12.3490	1612.52	7.43%	7.48%
Last 5 Years	31-Dec-08	11.2314	1513.01	7.93%	7.30%
Since Inception	3-Jul-06	10.0000	1242.33	6.86%	7.60%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

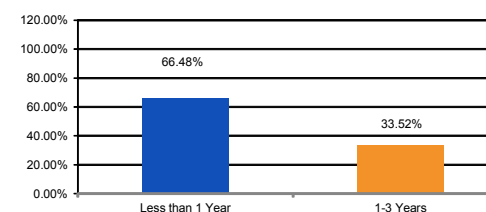
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Income Fund

ULGF 002 02/03/04 11 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The primary investment objective of the fund is to generate income through investing in a range of debt and money market instruments of various maturities with a view to maximizing the optimal balance between yield, safety and liquidity. The fund will have no investments in equity or equity linked instruments at any point in time.

NAV as on 31 Dec, 13 : ₹18.1772

Benchmark : CRISIL Composite Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

Instrument	Industry/Rating	% of NAV
CD/CP's		
Oriental Bank of Commerce CD 11-Sep-14	A1+	3.58
State Bank of Travancore CD 19-Sep-14	A1+	3.58
Oriental Bank of Commerce CD 05-June-14	A1+	1.24
Government Securities		
8.30% GOI 31-Dec-42	Sovereign	6.97
7.16% GOI 20-May-23	Sovereign	4.87
8.83% GOI 12-Dec-41	Sovereign	4.67
8.19% GOI 16-Jan-20	Sovereign	4.31
7.28% GOI 03-Jun-19	Sovereign	3.82
8.12% GOI 10-Dec-20	Sovereign	2.15
8.83% GOI 25-Nov-23	Sovereign	1.63
8.33% GOI 09-Jul-26	Sovereign	1.60
8.97% GOI 05-Dec-30	Sovereign	1.59
8.15% GOI 11-Jun-22	Sovereign	1.45
8.28% GOI 21-Sep-27	Sovereign	1.43
8.84% Maharashtra SDL 17-Oct-22	Sovereign	1.33
8.91% Gujarat SDL 22-Aug-22	Sovereign	1.33
8.79% Gujarat SDL 25-Oct-22	Sovereign	1.32
8.79% GOI 08-Nov-21	Sovereign	0.31
7.38% GOI 03-Sep-15	Sovereign	0.28
Corporate Bonds		
9.57% IRFC Ltd. 31-May-21	AAA	7.95
2.00% Tata Steel Ltd. 23-Apr-22	AA	4.71
10.40% Reliance Ports & Terminals Ltd.	AAA	3.54
18-July-21		
		8.40
		39.04
		41.38

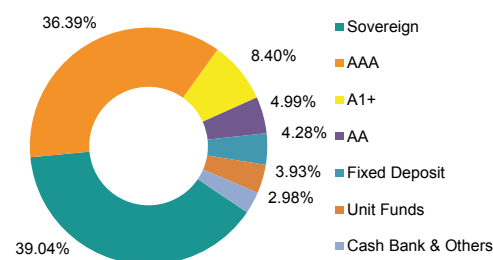
Instrument	Industry/Rating	% of NAV
9.70% HDFC Ltd. 07-Jun-17	AAA	3.08
9.81 PFC Ltd. 07-Oct-18	AAA	2.57
9.75% HDFC Ltd. 07-Dec-16	AAA	2.57
8.84% NTPC Ltd. 04-Oct-22	AAA	2.27
9.70% HDFC Ltd. 09-Feb-16	AAA	2.14
7.95% IDFC Ltd. 04-May-14	AAA	2.13
8.48% NHAI 22-Nov-28	AAA	2.06
9.00% PFC Ltd. 11-Mar-28	AAA	1.83
8.50% EXIM BANK 08-July-23	AAA	1.51
0.00% NABARD 01-Jan-19	AAA	1.48
8.50% PFC Ltd. 15-Dec-14	AAA	0.85
9.64% PGC Ltd. 31-May-18	AAA	0.53
9.64% PGC Ltd. 31-May-21	AAA	0.53
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	0.42
8.19% IRFC Ltd. 27-Apr-19	AAA	0.40
2.00% Indian Hotels Ltd. 09-Dec-14	AA	0.28
9.29% PFC Ltd. 21-Aug-22	AAA	0.21
9.35% REC Ltd. 15-Jun-22	AAA	0.21
8.93% NTPC Ltd. 19-Jan-21	AAA	0.08
Fixed Deposit		
9.50% State Bank Of Hyderabad FD 04-Jan-14		2.99
9.50% State Bank of Hyderabad FD 10-Feb-14		1.28
Unit Funds		
Axis Liquid Fund - Direct Plan - Growth Option		3.93
Cash Bank & Others		
		2.98
		100.00

Fund Performance

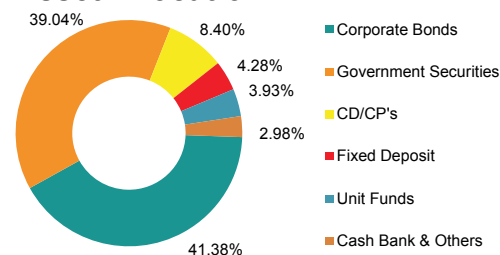
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	18.5366	2031.10	-1.94%	-1.76%
Last 1 Year	31-Dec-12	17.4789	1922.61	4.00%	3.79%
Last 2 Years	30-Dec-11	15.7561	1757.68	7.41%	6.55%
Last 3 Years	31-Dec-10	14.5939	1644.23	7.59%	6.66%
Last 4 Years	31-Dec-09	13.8522	1566.53	7.03%	6.24%
Last 5 Years	31-Dec-08	12.8734	1513.49	7.14%	5.68%
Since Inception	2-Mar-04	10.0000	1193.20	6.26%	5.37%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

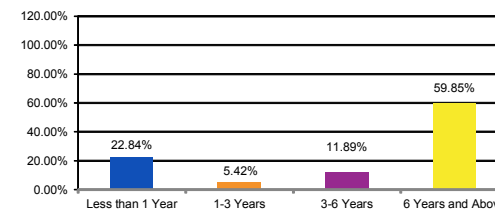
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Liquid Fund

ULGF 003 02/03/04 L1 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The primary investment objective of the fund is to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through investments made primarily in money market and debt securities. The fund will have no investments in equity or equity linked instruments at any point in time.

NAV as on 31 Dec, 13 : ₹18.9130

Benchmark : CRISIL Liquid Fund Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

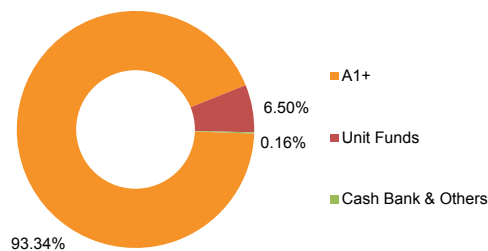
Instrument	Industry/Rating	% of NAV
CD/CP's		93.34
Oriental Bank of Commerce CD 16-Jan-14	A1+	8.49
Vijaya Bank CD 16-Jan-14	A1+	8.49
IDBI Bank CD 17-Feb-14	A1+	8.42
Canara Bank CD 24-Feb-14	A1+	8.41
Allahabad Bank CD 17-Mar-14	A1+	8.36
Bank of India 03-June-14	A1+	8.24
Corporation Bank CD 05-June-14	A1+	8.24
Punjab and National Bank CD 05-Mar-14	A1+	7.87
Bank of Baroda CD 05-Mar-14	A1+	7.34
Andhra Bank CD 14-Mar-14	A1+	7.33
PFC Ltd. CP 15-Jul-14	A1+	7.09
REC Ltd. CP 31-Jul-14	A1+	5.05
Unit Funds		6.50
Axis Liquid Fund - Direct Plan - Growth Option		4.37
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		2.13
Cash Bank & Others		0.16
Total		100.00

Fund Performance

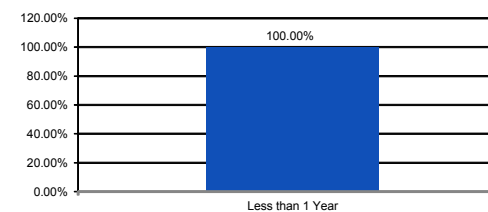
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	18.1784	1984.51	4.04%	4.81%
Last 1 Year	31-Dec-12	17.4947	1907.70	8.11%	9.03%
Last 2 Years	30-Dec-11	16.0366	1757.55	8.60%	8.79%
Last 3 Years	31-Dec-10	14.8271	1625.13	8.45%	8.57%
Last 4 Years	31-Dec-09	14.1111	1545.98	7.60%	7.70%
Last 5 Years	31-Dec-08	13.1721	1474.26	7.50%	7.13%
Since inception	25-May-04	10.0000	1113.63	6.86%	6.72%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

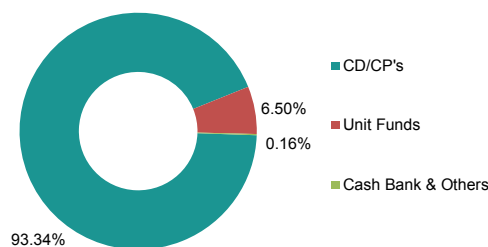
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Bond Fund

ULGF 005 17/08/07 BO 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The primary investment objective of the fund is to generate income through investing in a range of debt and money market instruments of various maturities with a view to maximizing the optimal balance between yield, safety and liquidity. The fund will have no investments in equity or equity linked instruments at any point in time.

NAV as on 31 Dec, 13 : ₹15.5543

Benchmark : CRISIL Composite Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

Instrument	Industry/Rating	% of NAV
CD/CP's		
Oriental Bank of Commerce CD 11-Sep-14	A1+	3.53
State Bank of Travancore CD 19-Sep-14	A1+	3.52
Oriental Bank of Commerce CD 05-June-14	A1+	2.69
Government Securities		
7.16% GOI 20-May-23	Sovereign	9.68
8.30% GOI 31-Dec-42	Sovereign	6.79
7.28% GOI 03-Jun-19	Sovereign	3.75
8.83% GOI 12-Dec-41	Sovereign	3.37
8.33% GOI 09-Jul-26	Sovereign	3.25
8.12% GOI 10-Dec-20	Sovereign	2.13
8.84% Maharashtra SDL 17-Oct-22	Sovereign	2.02
8.91% Gujarat SDL 22-Aug-22	Sovereign	2.02
8.79% Gujarat SDL 25-Oct-22	Sovereign	2.00
8.83% GOI 25-Nov-23	Sovereign	1.95
8.28% GOI 21-Sep-27	Sovereign	1.42
8.15% GOI 11-Jun-22	Sovereign	1.37
8.97% GOI 05-Dec-30	Sovereign	1.22
Corporate Bonds		
9.57% IRFC Ltd. 31-May-21	AAA	6.84

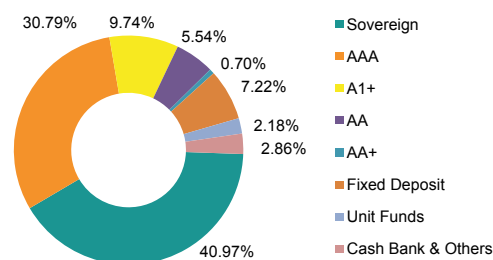
Instrument	Industry/Rating	% of NAV
2.00% Indian Hotels Ltd. 09-Dec-14	AA	5.54
9.75% HDFC Ltd. 07-Dec-16	AAA	4.18
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.59
9.00% PFC Ltd. 11-Mar-28	AAA	2.91
8.48% NHAI 22-Nov-28	AAA	2.02
9.81 PFC Ltd. 07-Oct-18	AAA	1.81
8.50% EXIM BANK 08-July-23	AAA	1.80
9.64% PGC Ltd. 31-May-18	AAA	1.73
9.64% PGC Ltd. 31-May-21	AAA	1.73
9.70% HDFC Ltd. 09-Feb-16	AAA	1.39
9.48% REC Ltd. 10-Aug-21	AAA	1.37
0.00% NABARD 01-Jan-19	AAA	1.31
10.70% Sundaram Finance Ltd. 06-Jun-14	AA+	0.70
9.75% SBI Series 3 Lower Tier II 16-Mar-21	AAA	0.10
Fixed Deposit		
9.50% State Bank of Hyderabad FD 10-Feb-14		5.56
9.50% State Bank Of Hyderabad FD 04-Jan-14		1.67
Unit Funds		
Axis Liquid Fund - Direct Plan - Growth Option		2.18
Cash Bank & Others		
		2.86
Total		100.00

Fund Performance

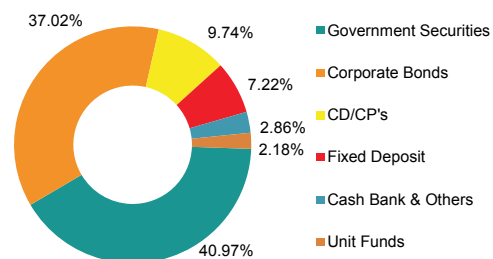
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	15.8384	2031.10	-1.79%	-1.76%
Last 1 Year	31-Dec-12	14.9199	1922.61	4.25%	3.79%
Last 2 Years	30-Dec-11	13.4411	1757.68	7.57%	6.55%
Last 3 Years	31-Dec-10	12.4508	1644.23	7.70%	6.66%
Last 4 Years	31-Dec-09	11.8092	1566.53	7.13%	6.24%
Last 5 Years	31-Dec-08	11.2140	1513.49	6.76%	5.68%
Since Inception	17-Aug-07	10.0000	1339.53	7.17%	6.45%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

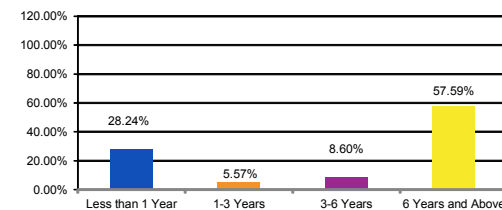
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Balanced Fund

ULGF 006 17/08/07 BL 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The objective of the fund is to supplement the income generation from the fixed income instruments with capital appreciation of the equity assets.

NAV as on 31 Dec, 13 : ₹14.9377

Benchmark : Nifty - 10%
CRISIL Composite Bond Index - 90%

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Fund Performance

PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	14.8310	0.72%	-0.79%
Last 1 Year	31-Dec-12	14.2118	5.11%	4.08%
Last 2 Years	30-Dec-11	12.6376	8.72%	7.57%
Last 3 Years	31-Dec-10	12.5211	6.06%	6.09%
Last 4 Years	31-Dec-09	11.6780	6.35%	6.11%
Last 5 Years	31-Dec-08	10.5865	7.13%	6.75%
Since Inception	17-Aug-07	10.0000	6.49%	6.50%

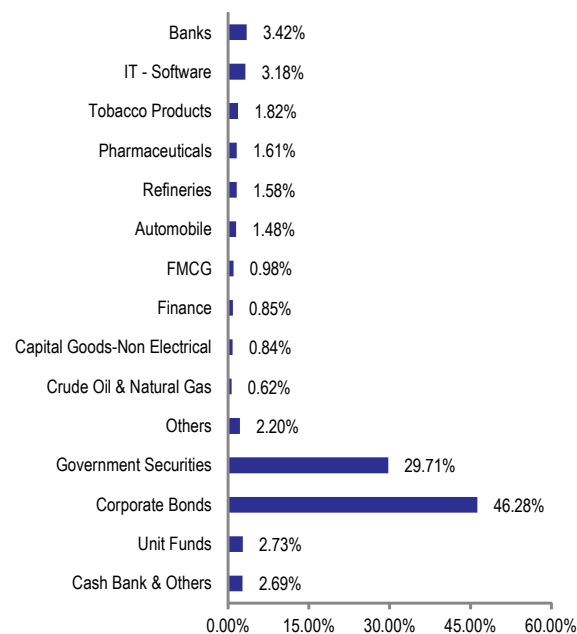
Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

Portfolio

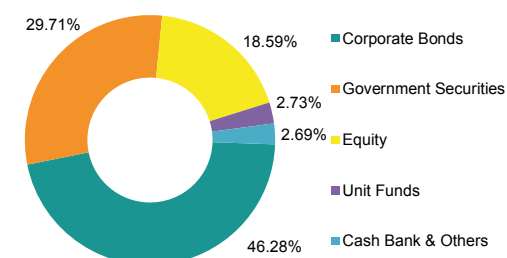
Instrument	Industry/Rating	% Of NAV
Equity		18.59
ITC Ltd.	Tobacco Products	1.82
Infosys Technologies Ltd.	IT - Software	1.64
Reliance Industries Ltd.	Refineries	1.40
HDFC Bank Ltd.	Banks	1.39
ICICI Bank Ltd.	Banks	1.31
Tata Consultancy Services Ltd.	IT - Software	0.97
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	0.84
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.68
HDFC Ltd.	Finance	0.59
Hindustan Unilever Ltd.	FMCG	0.59
Other Equity		7.36
Government Securities		29.71
8.79% GOI 08-Nov-21	Sovereign	10.21
8.33% GOI 09-Jul-26	Sovereign	6.97
8.83% GOI 12-Dec-41	Sovereign	4.29
8.12% GOI 10-Dec-20	Sovereign	4.26
9.15% GOI 14-Nov-24	Sovereign	2.99
7.16% GOI 20-May-23	Sovereign	0.98

Instrument	Industry/Rating	% Of NAV
Corporate Bonds		46.28
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	7.76
9.30% SAIL 25-May-19	AAA	7.33
8.70% PFC Ltd. 14-May-15	AAA	5.16
9.97% IL&FS 28-Sep-16	AAA	4.51
8.35% HDFC Ltd. 19-Jul-15	AAA	4.39
9.95% SBI 16-Mar-26	AAA	3.28
9.20% PGC Ltd. 12-Mar-15	AAA	2.97
8.40% HDFC Ltd. 08-Dec-14	AAA	2.21
8.84% NTPC Ltd. 04-Oct-22	AAA	2.12
8.48% NHAI 22-Nov-28	AAA	1.90
8.97% PFC Ltd. 15-Jan-18	AAA	1.46
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	1.32
8.50% EXIM BANK 08-July-23	AAA	0.97
8.84% PGC Ltd. 21-Oct-18	AAA	0.72
9.25% PGC Ltd. 26-Dec-20	AAA	0.18
Unit Funds		2.73
Axis Liquid Fund - Direct Plan - Growth Option		2.73
Cash Bank & Others		2.69
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Growth Fund

ULGF 007 17/08/07 G2 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The objective of this fund is to grow the portfolio by generating capital appreciation alongwith a steady income stream.

NAV as on 31 Dec, 13 : ₹14.3955

Benchmark : Nifty - 30%
CRISIL Composite Bond Index - 70%

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Fund Performance

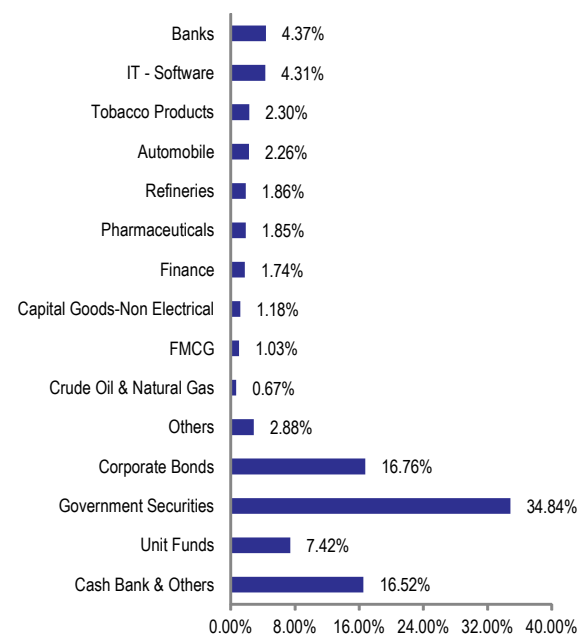
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 6 Months	28-Jun-13	14.3640	0.22%	1.14%
Last 1 Year	31-Dec-12	13.8134	4.21%	4.68%
Last 2 Years	30-Dec-11	12.2185	8.54%	9.61%
Last 3 Years	31-Dec-10	12.7751	4.06%	4.94%
Last 4 Years	31-Dec-09	11.8452	5.00%	5.84%
Last 5 Years	31-Dec-08	9.7892	8.02%	8.88%
Since Inception	17-Aug-07	10.0000	5.88%	6.60%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

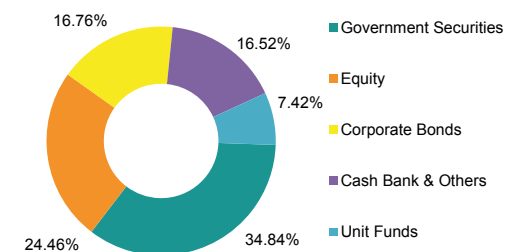
Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		24.46
ITC Ltd.	Tobacco Products	2.30
Infosys Technologies Ltd.	IT - Software	2.24
HDFC Bank Ltd.	Banks	1.90
Reliance Industries Ltd.	Refineries	1.66
ICICI Bank Ltd.	Banks	1.49
HDFC Ltd.	Finance	1.30
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.15
Tata Consultancy Services Ltd.	IT - Software	1.05
Other Equity below 1% corpus		11.37
Government Securities		34.84
9.15% GOI 14-Nov-24	Sovereign	8.60
8.79% GOI 08-Nov-21	Sovereign	8.38
8.97% GOI 05-Dec-30	Sovereign	5.58
7.83% GOI 11-Apr-18	Sovereign	5.53
8.83% GOI 12-Dec-41	Sovereign	4.11
8.20% GOI 24-Sep-25	Sovereign	2.65
Corporate Bonds		16.76
9.57% IRFC Ltd. 31-May-21	AAA	5.74
8.84% NTPC Ltd. 04-Oct-22	AAA	5.42
8.30% HDFC Ltd. 23-Jun-15	AAA	2.80
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	2.80
Unit Funds		7.42
Axis Liquid Fund - Direct Plan - Growth Option		4.00
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		3.42
Cash Bank & Others		16.52
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Maxima Fund

ULGF 008 17/08/07 M1 110

Fund Assure, Investment Report, December 2013

Fund Details

Investment Objective : The objective of the fund is to generate superior returns by taking active asset allocation calls between equity, Corporate Bonds/PSU Bonds/Securitized paper and government securities and other assets depending upon market conditions

NAV as on 31 Dec, 13 : ₹11.4270

Benchmark : -

Debt Investment Style

Credit Quality			Interest Rate Sensitivity
High	Mid	Low	
			High
			Mid
			Low

Equity Investment Style

Investment Style			Size
Value	Blend	Growth	
			Large
			Mid
			Small

Fund Performance

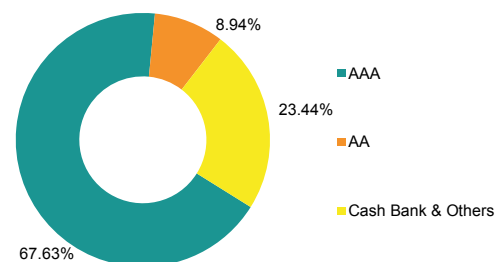
PERIOD	DATE	NAV	NAV Change
Last 6 Months	28-Jun-13	11.4511	-0.21%
Last 1 Year	31-Dec-12	10.8747	5.08%
Since Inception	13-Feb-12	10.0000	7.34%

Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

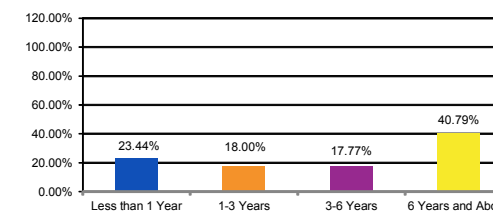
Portfolio

Instrument	Industry/Rating	% of NAV
Corporate Bonds		76.56
8.94% PFC Ltd. 25-Mar-28	AAA	9.47
9.60% HDFC Ltd. 07-Apr-16	AAA	9.01
9.70% GE Shipping 02-Feb-21	AAA	9.00
9.40% NABARD 31-Jul-15	AAA	8.99
9.90% Indian Hotels Ltd. 24-Feb-17	AA	8.94
9.48% REC Ltd. 10-Aug-21	AAA	8.89
9.43% LIC Housing Finance Ltd. 10-Feb-22	AAA	8.87
9.00% EXIM Bank 10-Jan-19	AAA	8.84
9.95% SBI 16-Mar-26	AAA	4.56
Cash Bank & Others		23.44
Total		100.00

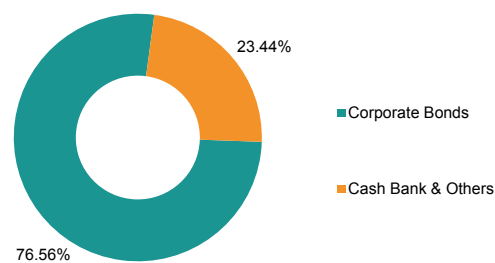
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Contact Us

Choose a convenient contact option from the following:



For any enquiries
Call on our toll free no.
1800 267 9966
or helpline no.
1860 266 9966 (local charges apply)



Just SMS '**SERVICE**' to **58888**
or to get the summary of all
short codes within 2 minutes,
please send **HELP** to **5676799**



Write to Us
Customer Services Team
Tata AIA Life Delphi 'B' Wing, 2nd Floor, Hiranandani Business
Park, Orchard Avenue, Powai, Mumbai 400076.

Tata AIA Life Insurance's Investment team

Name	Designation
Harshad Patil	Fund Manager
Rajeev Tewari	Fund Manager
Jayanth Udupa	Fund Manager
Nitin Bansal	Analyst
Cheenu Gupta	Analyst
Nimesh Mistry	Analyst
Anirban Ray	Analyst
Nalin Ladiwala	Analyst
HS Bharath	Dealer
Pankaj Agarwal	Dealer

Disclaimer

1. The fund is managed by Tata AIA Life Insurance Company Ltd. (hereinafter the "Company").
2. Past performance is not indicative of future performance. Returns are calculated on an absolute basis for a period of less than (or equal to) a year, with reinvestment of dividends (if any).
3. All investments made by the Company are subject to market risks. The Company does not guarantee any assured returns. The investment income and price may go down as well as up depending on several factors influencing the market.
4. Every effort is made to ensure that all information contained in this publication is accurate at the date of publication, but no responsibility or liability in respect of any error or omission is accepted by the Company.
5. Please know the associated risks and the applicable charges, from your Insurance agent or the Intermediary or policy document issued by the insurance company.
6. Various funds offered are the names of funds and do not, in any way, indicate the quality of the funds, their future prospects & returns.
7. Premium paid in ULIPs are subject to Investment risks associated with capital markets & the NAV of the units may go up or down based on the performance of the fund and factors influencing capital markets & the insured is responsible for his/her decision.
8. Whilst every care has been taken in the preparation of this document, it is subject to correction and markets may not perform in a similar fashion based on factors influencing the capital and debt markets; hence this review note does not individually confer any legal rights or duties.
9. Unit Linked Life Insurance products are different from traditional insurance products and are subject to risk factors.
10. Tata AIA Life Insurance Company Limited is only the name of the Insurance Company & any contract bearing the prefix 'Tata AIA Life' is only the name of the Unit Linked Life Insurance contract and does not in any way indicate the quality of the contract, its future prospects or returns
11. Insurance is the subject matter of the solicitation.

Tata AIA Life Insurance Company Ltd. (Reg. No. 110)

Registered and Corporate Office 14th Floor, Tower A, Peninsula Business Park, Senapati Bapat Marg, Lower Parel, Mumbai 400013

Pension Schemes

TATA AIA
L I F E