

Fund Assure

Investment Report, January 2014



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

Dear Friends,

The month of January 2014 saw the benchmark indices; BSE Sensex and CNX Nifty shed around 3.10% and 3.40% respectively, even as the Mid-cap index, CNX Mid-cap fell 6.58% during the same period.

On the global front, the month of January saw the return of risk-off sentiment in Emerging Markets (EM) with the increase in the possibility of contagion risks. The prospect of the continued QE taper from the US Federal Reserve (Fed) as well as the early signals of the slowing Chinese growth added pressure to the EM currencies leading to interest rate hikes in Turkey and South Africa and the currency devaluation in Argentina. Meanwhile, the Fed continued its QE taper in line with market expectations, by another USD10 bn, bringing the total monthly purchase pace down to USD 65 bn with no changes to their forward guidance.

On the domestic front, the RBI, in its third quarter review of the monetary policy, increased the policy repo rate by 25 bps from 7.75% to 8.00% as against the market expectation of a pause. However, the RBI opined that further policy tightening in the near term is not anticipated at this juncture if the inflation trajectory moves in line with baseline projections.

The RBI released guidelines for the corrective action plan on distressed assets in the economy that provided a framework for incentivising early identification of problem assets, timely restructuring of such accounts, and initiating speedy recovery or sale of unviable accounts. The creation of separate categories such as “Special Mention Accounts” and “Willful Defaulters” would expedite resolution of the NPL issue over the medium to longer term.

Activity in the Indian manufacturing sector showed an up tick in January as indicated by HSBC’s India manufacturing PMI print of 51.4 as against 50.7 in the prior month, led by an increase in output and new orders supported by an improvement in new export orders. As the orders and output picked up the manufacturers increased purchases and replenished the inventories of finished goods.

The concerns on the Indian macro-economy were visible as the fiscal deficit printed 95% of government’s budget estimate (BE) during the nine month period of April-December 2013, with the cumulative fiscal deficit standing at 4.6% of GDP as against the budget estimate of 4.8% of GDP for full year FY 2014. Market watchers expect a sharp compression in government spending over the January-March period to offset the shortfall in tax collections due to a moderating economy.

There was continued positive data on the external front as the trade deficit clocked an acceptable USD 10.1 bn in December 2013, led by an up tick in exports and a sharp contraction on the non-oil imports. Trade deficit for the April-December period in fiscal 2014 was at USD 110 bn, sharply lower than the USD 147 bn seen in the same period, prior year. The relatively moderate trade deficit augers well for the CAD in FY 2014 seen at 2.1% of the GDP as against the elevated 4.8% in the prior fiscal.

The Index of Industrial Production (IIP) for November 2013 came in at a negative 2.1% as against the market consensus of a growth of 0.8%. November IIP was the weakest IIP print in the last six months on the back of a dismal performance of the consumer durables segment. Going forward, the industrial recovery is expected to be gradual over the next few quarters on the back of a growth in exports as well as an up tick in rural consumption. The infrastructure output, comprising eight core sectors of the IIP grew 2.1% in December 2013, as against a growth of 1.7% in November and 7.5% in December 2012.

The Wholesale Price Index (WPI) inflation fell to a five month low of 6.16% in December 2013, well below the market consensus of 7.1% and significantly lower than the 7.5% print seen in the month of November 2013. The sharp fall in vegetable prices accounted for almost 100 bps of the decline in December WPI inflation.

In the month of January, the government hiked the number of subsidized cooking gas cylinder to 12 from 9 per annum, expected to result in an incremental annualized subsidy bill for LPG of around ₹ 50 bn. However, the OMCs proceeded with the customary monthly diesel price hike of 50 ps, despite the looming general elections. The current marked to market (MTM) loss in diesel stands at a six month low.

In the near term, we believe that global sentiment towards emerging markets as well as key domestic factors such as inflation and fiscal deficit will guide the trajectory of the capital markets even as 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, January 2014

January 2014 saw the benchmark 10 year Government securities (G-sec) soften by around 7 bps during the month to 8.77% levels. The spread of 10 year G-sec over the 30 year G-sec was at 46 bps in January.

The corporate bonds remained in a tight range during January 2014 to close the month at around 9.63% levels in the 10 year bonds, similar to the December 2013 levels of 9.62%. As a consequence, the corporate bond spread over the benchmark 10 year G-sec stood at around 66 bps in January 2014, similar to the 59 bps in the prior month.

The RBI, in its third quarter review of monetary policy, increased the policy repo rate by 25 bps from 7.75 % to 8.00 % as against the market expectation of a pause. On the domestic front, the RBI noted the loss of momentum of growth in third quarter of 2013-14. The RBI was concerned that the Industrial activity remained in contractionary mode, mainly on account of manufacturing, which declined for the second month in succession during the third quarter. Moreover, the lead indicators of services suggested a subdued outlook, barring some pick-up in transport and communication activity.

The RBI stated that, while the retail CPI inflation declined significantly on account of the anticipated reduction in vegetable and fruit prices, it still remained elevated at near double digit levels. Inflation excluding food and fuel had also been high, especially with respect of services, indicative of wage pressures and other second round effects. The RBI was satisfied that the WPI headline inflation eased to a four-month low led by a sharp decline in vegetable and fruit prices. Core inflation, however, rose in December on an up tick in prices of chemicals, non-metallic minerals and paper products.

The RBI illustrated a “glide path” for disinflation, setting an objective of below 8% CPI inflation by January 2015 and below 6% CPI inflation by January 2016. The RBIs baseline projections indicated that over the ensuing 12 month horizon, with the current policy stance, there were upside risks to the

central forecast of 8%. The RBI believed that the increase in the policy rate by 25 bps will not only be consistent with the guidance given in the December mid-quarter review but also set the economy securely on the recommended disinflationary path.

The RBI summarized that the extent and direction of further policy steps will be data dependent, though if the disinflationary process evolved according to this baseline projection, further policy tightening in the near term was not anticipated at this juncture.

Dr. Urjit Patel committee of the RBI on the monetary policy had recommended a shift to flexible inflation targeting, with the headline CPI inflation as the nominal anchor. The committee also recommended that for effective monetary policy transmission, it would be necessary to develop a better interest rate framework, with most of the current interest rate distortion removed. The intention would be to develop the term repo market with RBI having a greater flexibility in managing the operative rate through its liquidity management tools.

The market watchers expect the government to indicate a lower fiscal deficit target of around 4.2% of GDP for FY 2015, in line with the amended FRBM rules. However, the gross market borrowing is expected to remain elevated on account of large redemption of government bonds of around ₹ 1.68 trillion due in FY 2015 and this would sustain pressure on G-sec yields over the next year.

Bond yields have remained at elevated levels, despite favourable inflation prints due to the overhang from the expert committee recommendations on the monetary policy as well as renewed emerging market risk-off sentiment. On the positive side, the lower G-sec supply due to culmination of the FY 2014 government bond auctions calendar as well as expectations of further softening of inflation due to moderating vegetable prices augur well for the bond market in the near term. The bond markets will be taking cues from the FY 2014 fiscal deficit print as well as the FY 2015 auction calendar in the medium term.

Market Outlook - Equity

Fund Assure, Investment Report, January 2014

The month of January 2014 saw the benchmark indices; BSE Sensex and CNX Nifty shed around 3.10% and 3.40% respectively, even as the Mid-cap index, CNX Mid-cap fell 6.58% during the same period.

FII flows were muted at near zero levels in the month of January 2014 even as the DIIs were net sellers to the tune of around USD 0.14 billion, with Insurance companies' net buyers of around USD 0.2 billion and domestic mutual funds, net sellers to the extent of around USD 0.34 billion over the same period. In the calendar year 2013, the FIIs had 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.

The third quarter fiscal 2014 saw FII inflows to the tune of USD 6.6 bn, raising the FII holding to around 23% as of December 2013, a new all-time high. In contrast, DII holding fell to 11.2% as of December 2013, lowest level since 2009, as they sold equities to the extent of USD 4.7 bn in the third quarter fiscal 2014. Consensus earnings estimates for the MSCI India were revised higher by 0.1% for FY 2014 (E) and FY 2015(E) to 9.5% and 18.5% for FY2014 (E) and FY2015 (E) respectively.

The month of January was a mixed bag for the Indian macro-economy as the growth indicators in the Indian economy remained soft even as the inflationary pressures moderated. The backdrop of a Chinese growth slowdown as well as RBI's unexpected rate hike weighed down Indian equity market sentiments in January even as continued QE tapering by the US Fed added further pressure on the EM equities and EM currencies.

The third quarter fiscal 2014 earnings season has

been muted thus far with IT and Private Banks reporting better than expected results even as PSU banks, FMCG, Consumer Discretionary and Auto sector have largely disappointed.

RBI's monthly credit deployment data of scheduled commercial banks for month ended December-2013 indicated muted growth in Non food credit at 14.8% year on year as against the elevated 18.2% year on year in September 2013. Services sector loan stood at 17.4% on a year on year basis led by an up tick in the trade segment even as agriculture and industrial sector saw muted credit growth. On a year on year basis, healthy credit growth was registered in the personal loans segment at 15.8% year on year led by a surge in home loans and auto loans. Double digit growth in the industrial segment was driven by Micro and small industries as well as key infrastructure sectors such as power and roads.

The government, in an effort to limit the fiscal deficit to the targeted 4.8% could focus on revenue increase through the sale of its SUUTI holdings, initiate stake sales in Hindustan Zinc and Balco and request special dividends from cash rich PSUs like Coal India and NMDC. However, a sharp contraction in the plan expenditure in the fourth quarter would be seen as negative for growth in the subsequent quarters.

The near term direction of the Indian equity market will depend on direction of FII flows given the backdrop of the continued QE taper and the EM risk-off sentiment. In the medium term, the electoral outcome of the Indian general elections as well as the economic policies of the new government will be a key determinant of the FII flows and consequently the trajectory of the Indian equity markets. 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, January 2014

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 Jan, 14 : ₹38.6643

Benchmark : S&P BSE Sensex - 100%

Investment Style

Investment Style			
Value	Blend	Growth	Size
			Large
			Mid
			Small

Portfolio

Instrument	Industry/Rating	% Of NAV
Equity		99.51
Infosys Technologies Ltd.	IT - Software	9.23
ITC Ltd.	Tobacco Products	9.20
HDFC Bank Ltd.	Banks	7.72
Reliance Industries Ltd.	Refineries	7.42
ICICI Bank Ltd.	Banks	5.59
Tata Consultancy Services Ltd.	IT - Software	5.00
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	4.51
Tata Motors Ltd.	Automobile	4.27
HDFC Ltd.	Finance	3.67
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	3.51
State Bank of India	Banks	3.06
Oil and Natural Gas Corpn Ltd.	Crude Oil & Natural Gas	2.87
Bharti Airtel Ltd.	Telecomm-Service	2.58
Dr. Reddys Laboratories Ltd.	Pharmaceuticals	2.53

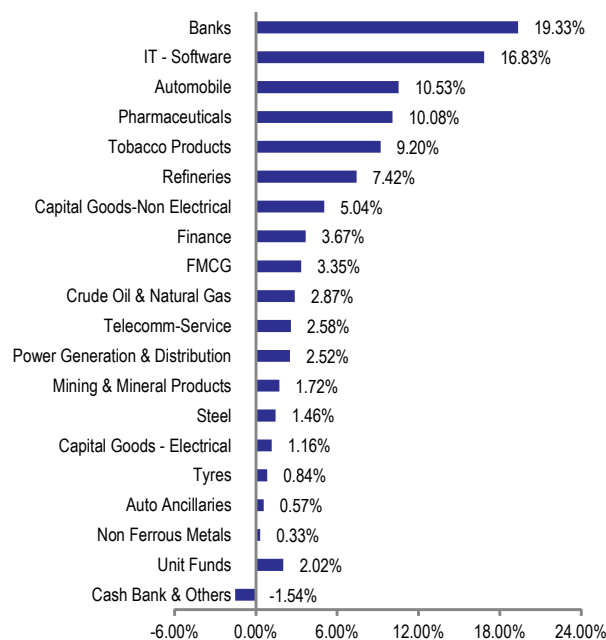
Instrument	Industry/Rating	% Of NAV
Mahindra and Mahindra Ltd.	Automobile	2.52
Hindustan Unilever Ltd.	FMCG	2.25
NTPC Ltd.	Power Generation & Distribution	1.88
HCL Technologies Ltd.	IT - Software	1.74
Bajaj Auto Ltd.	Automobile	1.70
Maruti Suzuki India Ltd.	Automobile	1.46
Tata Steel Ltd.	Steel	1.46
Divi's Laboratories Ltd.	Pharmaceuticals	1.27
Havells India Ltd.	Capital Goods - Electrical	1.16
Cipla Ltd.	Pharmaceuticals	1.13
Nestle India Ltd.	FMCG	1.10
Other Equity below 1% corpus		10.68
Unit Funds		2.02
Religare Invesco Liquid Fund - Direct Plan - Growth		2.02
Cash Bank & Others		-1.54
Total		100.00

Fund Performance

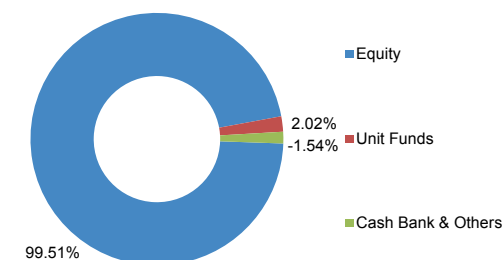
PERIOD	DATE	NAV	S&P BSE Sensex	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	36.3504	19345.70	6.37%	6.04%
Last 1 Year	31-Jan-13	37.6607	19894.98	2.66%	3.11%
Last 2 Years	31-Jan-12	32.1354	17193.55	9.69%	9.23%
Last 3 Years	31-Jan-11	34.6643	18327.76	3.71%	3.83%
Last 4 Years	29-Jan-10	30.1054	16357.96	6.46%	5.82%
Last 5 Years	30-Jan-09	16.5687	9424.24	18.47%	16.83%
Since Inception	29-Mar-04	10.0000	5571.37	14.72%	14.15%

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, January 2014

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 Jan, 14 : ₹16.5395

Benchmark : CRISIL India Short Term Bond Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

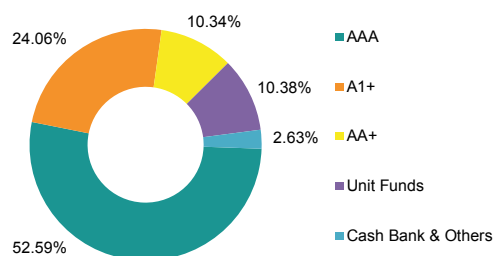
Instrument	Industry/Rating	% of NAV
CD/CP's		24.06
Bank of India 03-June-14	A1+	9.36
Punjab and National Bank CD 05-Mar-14	A1+	6.81
Bank of Baroda CD 05-Mar-14	A1+	2.27
Andhra Bank CD 14-Mar-14	A1+	2.26
Allahabad Bank CD 17-Mar-14	A1+	2.26
REC Ltd. CP 31-Jul-14	A1+	1.09
Corporate Bonds		62.93
9.75% IDFC Ltd. 11-Jul-14	AAA	7.77
9.40% NHB 10-Jan-15	AAA	6.83
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	5.76
8.85% PGC Ltd. 19-Oct-16	AAA	5.60
10.20% Sundaram Finance Ltd. 21-Jul-14	AA+	4.58
9.655% NABARD 18-Oct-14	AAA	4.56
9.63% PFC Ltd. 15-Dec-14	AAA	4.56
8.80% SAIL 26-Oct-15	AAA	4.50
7.65% REC Ltd. 31-Jan-16	AAA	4.41
9.64% PGC Ltd. 31-May-16	AAA	3.42
8.40% HDFC Ltd. 08-Dec-14	AAA	2.71
8.35% PFC Ltd. 15-May-16	AAA	2.67
8.45% REC Ltd. 19-Feb-15	AAA	2.26
9.35% HDFC Ltd. 04-Mar-16	AAA	1.82
9.15% IDFC Ltd. 19-Feb-16	AAA	0.91
9.20% PGC Ltd. 12-Mar-15	AAA	0.57
Unit Funds		10.38
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		4.44
Birla Sun Life Cash Plus - Growth - Direct Plan		3.93
DWS Insta Cash Plus Fund - Direct Plan - Growth		2.01
Cash Bank & Others		2.63
Total		100.00

Fund Performance

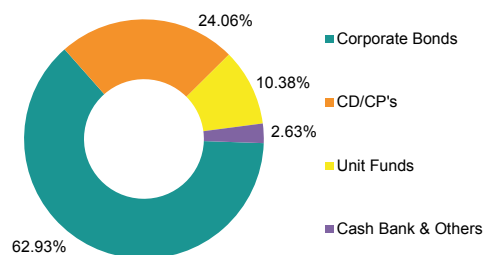
PERIOD	DATE	NAV	CRISIL Short-Term Bond Index	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	15.8052	2057.14	4.65%	5.31%
Last 1 Year	31-Jan-13	15.3752	2001.25	7.57%	8.25%
Last 2 Years	31-Jan-12	14.0502	1835.31	8.50%	8.65%
Last 3 Years	31-Jan-11	12.9624	1693.26	8.46%	8.56%
Last 4 Years	29-Jan-10	12.4307	1620.44	7.40%	7.53%
Last 5 Years	30-Jan-09	11.3332	1525.53	7.85%	7.27%
Since Inception	3-Jul-06	10.0000	1242.33	6.86%	7.61%

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.

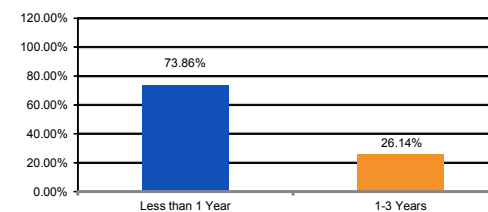
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Income Fund

ULGF 002 02/03/04 11 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹18.3362

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+	3.61
State Bank of Travancore CD 19-Sep-14	A1+	3.60
Oriental Bank of Commerce CD 05-June-14	A1+	1.25
Government Securities		
8.24% GOI 15-Feb-27	Sovereign	7.46
8.30% GOI 31-Dec-42	Sovereign	6.96
7.28% GOI 03-Jun-19	Sovereign	5.02
7.16% GOI 20-May-23	Sovereign	4.85
8.83% GOI 12-Dec-41	Sovereign	4.64
8.19% GOI 16-Jan-20	Sovereign	4.31
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
8.91% Gujarat SDL 22-Aug-22	Sovereign	1.33
8.84% Maharashtra SDL 17-Oct-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		
2.00% Tata Steel Ltd. 23-Apr-22	AA	4.74
9.57% IRFC Ltd. 31-May-21	AAA	3.65
10.40% Reliance Ports & Terminals Ltd.	AAA	3.54
18-Jul-21		

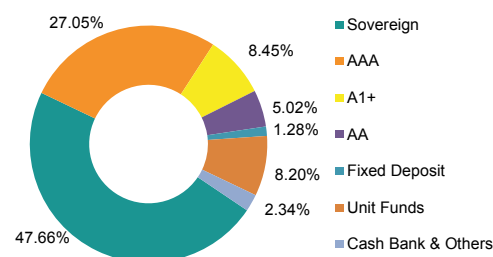
Instrument	Industry/Rating	% of NAV
9.70% HDFC Ltd. 07-Jun-17	AAA	3.07
9.75% HDFC Ltd. 07-Dec-16	AAA	2.56
8.84% NTPC Ltd. 04-Oct-22	AAA	2.27
9.70% HDFC Ltd. 09-Feb-16	AAA	2.13
7.95% IDFC Ltd. 04-May-14	AAA	2.13
8.50% EXIM BANK 08-July-23	AAA	1.51
0.00% NABARD 01-Jan-19	AAA	1.49
9.81 PFC Ltd. 07-Oct-18	AAA	1.07
8.50% PFC Ltd. 15-Dec-14	AAA	0.84
9.64% PGC Ltd. 31-May-21	AAA	0.53
9.64% PGC Ltd. 31-May-18	AAA	0.53
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	0.42
9.00% PFC Ltd. 11-Mar-28	AAA	0.41
8.19% IRFC Ltd. 27-Apr-19	AAA	0.40
2.00% Indian Hotels Ltd. 09-Dec-14	AA	0.29
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 10-Feb-14		1.28
Unit Funds		
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		4.49
Birla Sun Life Cash Plus - Growth - Direct Plan		3.71
Cash Bank & Others		
		2.34
Total		
		100.00

Fund Performance

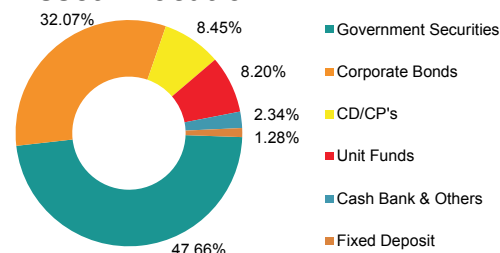
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	17.8583	1947.21	2.68%	3.28%
Last 1 Year	31-Jan-13	17.6890	1943.07	3.66%	3.50%
Last 2 Years	31-Jan-12	16.0057	1776.42	7.03%	6.40%
Last 3 Years	31-Jan-11	14.6077	1643.29	7.87%	6.96%
Last 4 Years	29-Jan-10	13.9263	1575.32	7.12%	6.29%
Last 5 Years	30-Jan-09	12.8308	1504.76	7.40%	5.97%
Since Inception	2-Mar-04	10.0000	1193.20	6.30%	5.40%

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.

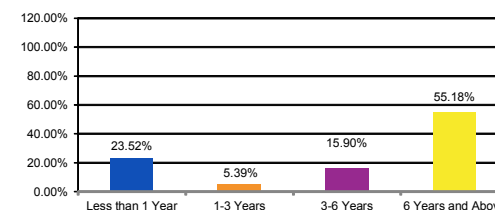
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Liquid Fund

ULGF 003 02/03/04 L1 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹19.0362

Benchmark : CRISIL Liquid Fund Index -100%

Investment Style

Credit Quality			Interest Rate Sensivity
High	Mid	Low	
			High
			Mid
			Low

Portfolio

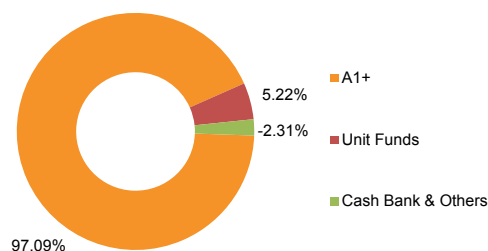
Instrument	Industry/Rating	% of NAV
CD/CP's		97.09
IDBI Bank CD 17-Feb-14	A1+	8.67
Canara Bank CD 24-Feb-14	A1+	8.66
Allahabad Bank CD 17-Mar-14	A1+	8.61
Bank of India 03-June-14	A1+	8.48
Corporation Bank CD 05-June-14	A1+	8.48
Punjab and National Bank CD 05-Mar-14	A1+	8.10
State Bank Of Patiala CD 29-Dec-14	A1+	8.03
ICICI BANK CD 27-Jan-15	A1+	7.96
Bank of Baroda CD 05-Mar-14	A1+	7.56
Andhra Bank CD 14-Mar-14	A1+	7.54
PFC Ltd. CP 15-Jul-14	A1+	7.30
REC Ltd. CP 31-Jul-14	A1+	5.20
EXPORT-IMPORT BANK OF INDIA CD 19-Dec-14	A1+	2.51
Unit Funds		5.22
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		4.35
Birla Sun Life Cash Plus - Growth - Direct Plan		0.87
Cash Bank & Others		-2.31
Total		100.00

Fund Performance

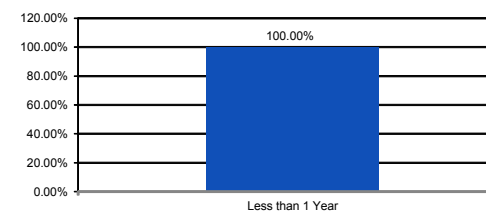
PERIOD	DATE	NAV	Crisil Liquid Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	18.3038	1989.71	4.00%	5.26%
Last 1 Year	31-Jan-13	17.6209	1920.01	8.03%	9.08%
Last 2 Years	31-Jan-12	16.1519	1770.66	8.56%	8.76%
Last 3 Years	31-Jan-11	14.9099	1635.37	8.48%	8.60%
Last 4 Years	29-Jan-10	14.1625	1549.77	7.67%	7.82%
Last 5 Years	30-Jan-09	13.2554	1486.23	7.51%	7.10%
Since inception	25-May-04	10.0000	1113.63	6.87%	6.73%

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.

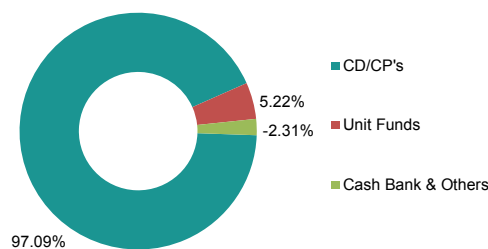
Rating Profile



Maturity Profile



Asset Allocation



Pension Schemes

Bond Fund

ULGF 005 17/08/07 BO 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹15.6863

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+	3.52
State Bank of Travancore CD 19-Sep-14	A1+	3.51
Oriental Bank of Commerce CD 05-June-14	A1+	2.41
Government Securities		
7.16% GOI 20-May-23	Sovereign	9.54
8.24% GOI 15-Feb-27	Sovereign	8.04
8.30% GOI 31-Dec-42	Sovereign	6.72
7.28% GOI 03-Jun-19	Sovereign	5.00
8.83% GOI 12-Dec-41	Sovereign	3.32
8.33% GOI 09-Jul-26	Sovereign	3.21
8.12% GOI 10-Dec-20	Sovereign	2.11
8.91% Gujarat SDL 22-Aug-22	Sovereign	2.01
8.84% Maharashtra SDL 17-Oct-22	Sovereign	2.01
8.79% Gujarat SDL 25-Oct-22	Sovereign	1.99
8.83% GOI 25-Nov-23	Sovereign	1.93
8.28% GOI 21-Sep-27	Sovereign	1.41
8.15% GOI 11-Jun-22	Sovereign	1.36
8.97% GOI 05-Dec-30	Sovereign	1.21
Corporate Bonds		
9.57% IRFC Ltd. 31-May-21	AAA	7.32

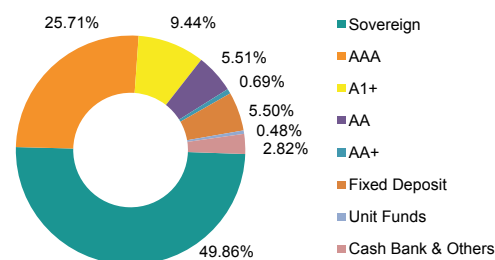
Instrument	Industry/Rating	% of NAV
2.00% Indian Hotels Ltd. 09-Dec-14	AA	5.51
9.75% HDFC Ltd. 07-Dec-16	AAA	4.12
10.40% Reliance Ports & Terminals Ltd. 18-July-21	AAA	3.56
8.50% EXIM BANK 08-July-23	AAA	1.78
9.64% PGC Ltd. 31-May-21	AAA	1.71
9.64% PGC Ltd. 31-May-18	AAA	1.71
9.70% HDFC Ltd. 09-Feb-16	AAA	1.37
9.48% REC Ltd. 10-Aug-21	AAA	1.36
0.00% NABARD 01-Jan-19	AAA	1.31
9.81 PFC Ltd. 07-Oct-18	AAA	1.24
10.70% Sundaram Finance Ltd. 06-Jun-14	AA+	0.69
8.84% NTPC Ltd. 04-Oct-22	AAA	0.13
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		5.50
Unit Funds		
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		0.48
Cash Bank & Others		
		2.82
Total		100.00

Fund Performance

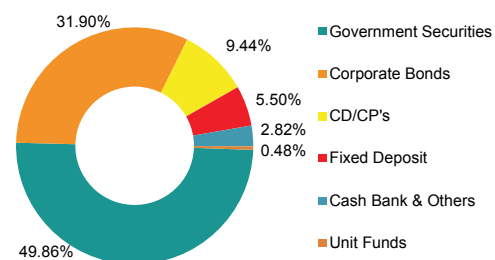
PERIOD	DATE	NAV	Crisil Composite Bond Fund Index	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	15.2950	1947.21	2.56%	3.28%
Last 1 Year	31-Jan-13	15.1025	1943.07	3.87%	3.50%
Last 2 Years	31-Jan-12	13.6348	1776.42	7.26%	6.40%
Last 3 Years	31-Jan-11	12.4704	1643.29	7.95%	6.96%
Last 4 Years	29-Jan-10	11.8762	1575.32	7.20%	6.29%
Last 5 Years	30-Jan-09	11.0971	1504.76	7.17%	5.97%
Since Inception	17-Aug-07	10.0000	1339.53	7.21%	6.49%

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.

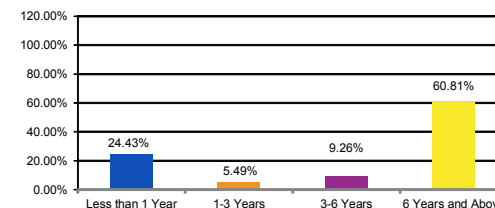
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

Balanced Fund

ULGF 006 17/08/07 BL 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹14.9218

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	31-Jul-13	14.4031	3.60%	3.56%
Last 1 Year	31-Jan-13	14.3930	3.67%	3.24%
Last 2 Years	31-Jan-12	12.9736	7.25%	6.58%
Last 3 Years	31-Jan-11	12.2875	6.69%	6.61%
Last 4 Years	29-Jan-10	11.6700	6.34%	6.23%
Last 5 Years	30-Jan-09	10.6368	7.00%	6.99%
Since Inception	17-Aug-07	10.0000	6.39%	6.47%

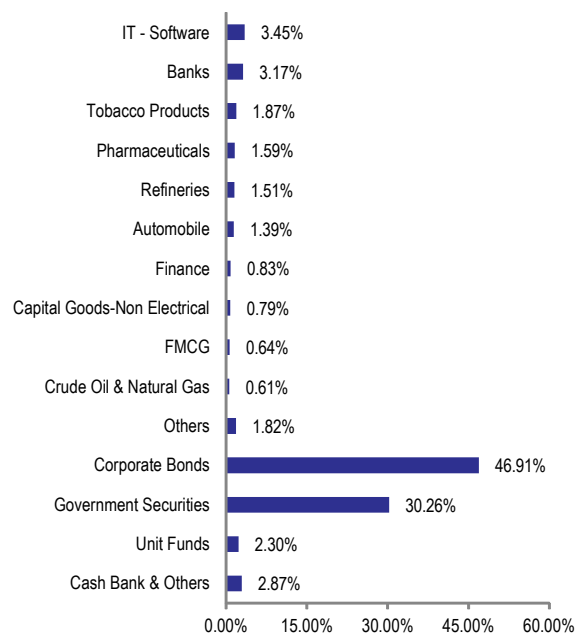
Note : The investment income and prices may go down as well as up. "Since Inception" and returns above "1 Year" are calculated as per CAGR.

Portfolio

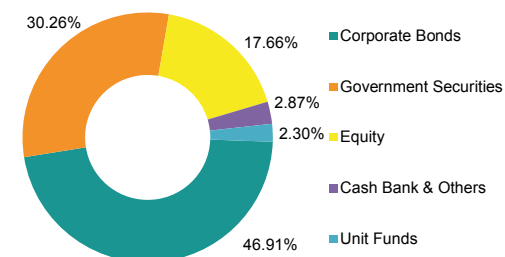
Instrument	Industry/Rating	% Of NAV
Equity		17.66
ITC Ltd.	Tobacco Products	1.87
Infosys Technologies Ltd.	IT - Software	1.77
HDFC Bank Ltd.	Banks	1.33
Reliance Industries Ltd.	Refineries	1.32
ICICI Bank Ltd.	Banks	1.20
Tata Consultancy Services Ltd.	IT - Software	1.02
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	0.78
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.71
HCL Technologies Ltd.	IT - Software	0.66
HDFC Ltd.	Finance	0.61
Other Equity		6.39
Government Securities		30.26
8.79% GOI 08-Nov-21	Sovereign	10.34
8.33% GOI 09-Jul-26	Sovereign	7.08
8.83% GOI 12-Dec-41	Sovereign	4.48
8.12% GOI 10-Dec-20	Sovereign	4.33
9.15% GOI 14-Nov-24	Sovereign	3.04
7.16% GOI 20-May-23	Sovereign	0.99

Instrument	Industry/Rating	% Of NAV
Corporate Bonds		46.91
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	7.86
9.30% SAIL 25-May-19	AAA	7.43
8.70% PFC Ltd. 14-May-15	AAA	5.23
9.97% IL&FS 28-Sep-16	AAA	4.56
8.35% HDFC Ltd. 19-Jul-15	AAA	4.45
9.95% SBI 16-Mar-26	AAA	3.34
9.20% PGC Ltd. 12-Mar-15	AAA	3.00
8.40% HDFC Ltd. 08-Dec-14	AAA	2.24
8.84% NTPC Ltd. 04-Oct-22	AAA	2.16
8.48% NHAI 22-Nov-28	AAA	1.93
8.97% PFC Ltd. 15-Jan-18	AAA	1.48
9.25% Dr Reddy's Lab Ltd. 24-Mar-14	AA+	1.35
8.50% EXIM BANK 08-July-23	AAA	0.98
8.84% PGC Ltd. 21-Oct-18	AAA	0.73
9.25% PGC Ltd. 26-Dec-20	AAA	0.18
Unit Funds		2.30
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		2.30
Cash Bank & Others		2.87
Total		100.00

Sector Allocation



Asset Allocation



Growth Fund

ULGF 007 17/08/07 G2 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹14.3685

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

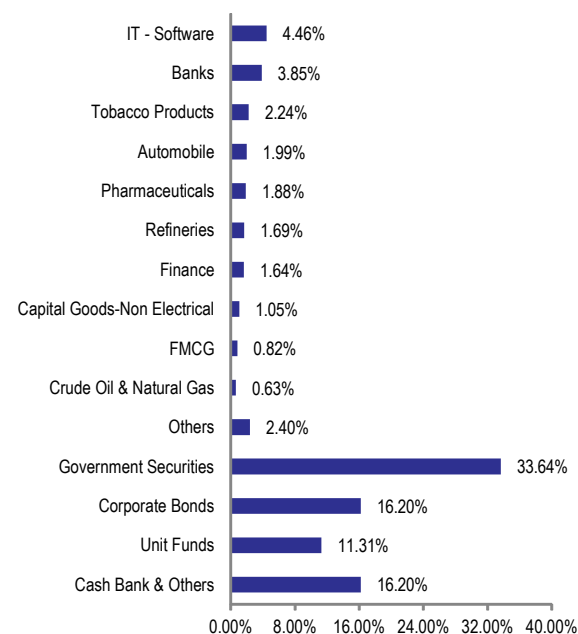
PERIOD	DATE	NAV	NAV Change	INDEX Change
Last 6 Months	31-Jul-13	13.8700	3.59%	4.11%
Last 1 Year	31-Jan-13	13.9979	2.65%	2.72%
Last 2 Years	31-Jan-12	12.6814	6.44%	6.95%
Last 3 Years	31-Jan-11	12.4045	5.02%	5.90%
Last 4 Years	29-Jan-10	11.7180	5.23%	6.11%
Last 5 Years	30-Jan-09	9.7534	8.06%	9.04%
Since Inception	17-Aug-07	10.0000	5.77%	6.43%

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.

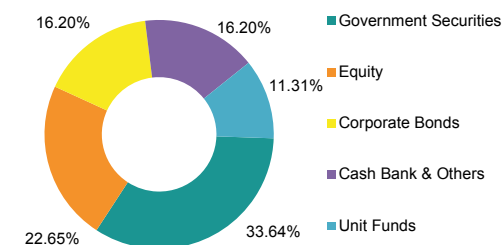
Portfolio

Instrument	Industry/Rating	% Of NAV
Equity 22.65		
Infosys Technologies Ltd.	IT - Software	2.30
ITC Ltd.	Tobacco Products	2.24
HDFC Bank Ltd.	Banks	1.73
Reliance Industries Ltd.	Refineries	1.49
ICICI Bank Ltd.	Banks	1.29
HDFC Ltd.	Finance	1.28
Tata Consultancy Services Ltd.	IT - Software	1.05
Larsen and Toubro Ltd.	Capital Goods-Non Electrical	1.02
Sun Pharmaceuticals Industries Ltd.	Pharmaceuticals	0.97
HCL Technologies Ltd.	IT - Software	0.91
Other Equity		8.36
Government Securities 33.64		
9.15% GOI 14-Nov-24	Sovereign	8.32
8.79% GOI 08-Nov-21	Sovereign	8.08
8.97% GOI 05-Dec-30	Sovereign	5.41
7.83% GOI 11-Apr-18	Sovereign	5.32
8.83% GOI 12-Dec-41	Sovereign	3.95
8.20% GOI 24-Sep-25	Sovereign	2.57
Corporate Bonds 16.20		
9.57% IRFC Ltd. 31-May-21	AAA	5.55
8.84% NTPC Ltd. 04-Oct-22	AAA	5.25
8.30% HDFC Ltd. 23-Jun-15	AAA	2.71
8.28% LIC Housing Finance Ltd. 29-Jun-15	AAA	2.71
Unit Funds 11.31		
Reliance Liquid Fund - Treasury Plan - Direct Plan Growth		4.14
Birla Sun Life Cash Plus - Growth - Direct Plan		3.59
DWS Insta Cash Plus Fund - Direct Plan - Growth		3.59
Cash Bank & Others 16.20		
Total		100.00

Sector Allocation



Asset Allocation



Pension Schemes

Maxima Fund

ULGF 008 17/08/07 M1 110

Fund Assure, Investment Report, January 2014

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 Jan, 14 : ₹11.4942

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

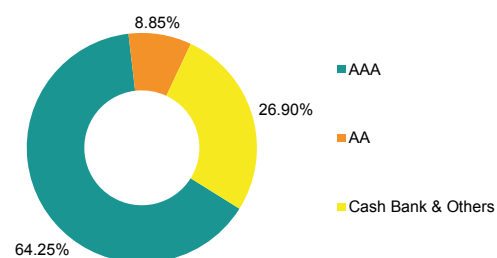
PERIOD	DATE	NAV	NAV Change
Last 6 Months	31-Jul-13	11.0622	3.91%
Last 1 Year	31-Jan-13	10.9768	4.71%
Since Inception	13-Feb-12	10.0000	7.34%

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.

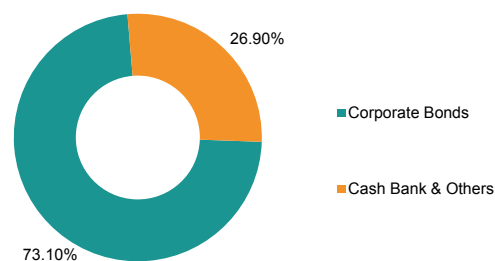
Portfolio

Instrument	Industry/Rating	% of NAV
Corporate Bonds		73.10
8.94% PFC Ltd. 25-Mar-28	AAA	9.42
9.70% GE Shipping 02-Feb-21	AAA	8.96
9.60% HDFC Ltd. 07-Apr-16	AAA	8.92
9.40% NABARD 31-Jul-15	AAA	8.92
9.90% Indian Hotels Ltd. 24-Feb-17	AA	8.85
9.48% REC Ltd. 10-Aug-21	AAA	8.84
9.00% EXIM Bank 10-Jan-19	AAA	8.78
9.43% LIC Housing Finance Ltd. 10-Feb-22	AAA	5.88
9.95% SBI 16-Mar-26	AAA	4.53
Cash Bank & Others		26.90
Total		100.00

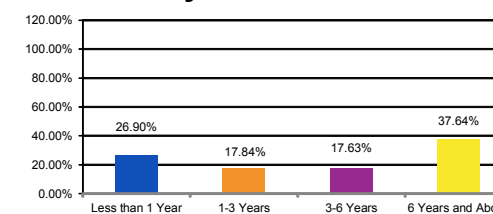
Rating Profile



Asset Allocation



Maturity Profile



Pension Schemes

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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	Chief Investment Officer
Rajeev Tewari	Head of Equities
Jayanth Udupa	Head of Credit Analysis & Economist
Nitin Bansal	Senior Analyst & Fund Manager
Cheenu Gupta	Senior Analyst & Fund Manager
Nimesh Mistry	Analyst
Anirban Ray	Analyst
Nalin Ladiwala	Analyst
HS Bharath	Dealer
Pankaj Agarwal	Dealer

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[Tata AIA Life Insurance Company Ltd. \(IRDA Regn. No. 110\)](#)

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Pension Schemes

TATA AIA
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